

KZN252 NEWCASTLE MUNICIPALITY



FINAL MEDIUM TERM BUDGET 2020/21 TO 2022/23

“The People’s Budget”

**EXTRACT FROM THE MINUTES OF THE VIRTUAL SPECIAL MEETING OF THE
NEWCASTLE MUNICIPAL COUNCIL, HELD IN THE CONFERENCE ROOM, SHOW
HALL, NEWCASTLE ON MONDAY, 29 JUNE 2020 AT 08:30**

PRESENT

Councillor	S	A	Yende	:	Speaker
Councillor	L	L	Bosman		
Councillor	S	B	Buthelezi		
Councillor	E	J	C	Cronje	
Councillor	T	J	C	Danisa	
Councillor	X	N	M	Dladla	
Councillor	B	S		Dlamini	
Councillor	T	N		Dlamini	
Councillor	N	P		Dukashe	
Councillor	V	F		Hadebe	
Councillor	A			Khoza	
Councillor	B	V		Khumalo	
Councillor	P	J		Khumalo	
Councillor	V	D		Kubeka	
Councillor	C	Y		Liu	
Councillor Dr	N	N	G	Mahlaba	:
Councillor	R	N		Mdluli	Mayor
Councillor	A	P		Meiring	
Councillor	S	G		Miya	
Councillor	H	N		Mkhwanazi	
Councillor	T	P		Mkhwanazi	
Councillor	M	S		Mlangeni	
Councillor	S	W		Mngomezulu	
Councillor	N	G		Mnguni	
Councillor	A	S		Mokoena	
Councillor	M	V		Molefe	
Councillor	X	M		Msezane	
Councillor	P	B		Mwali	
Councillor	V	P		Mzima	
Councillor	R	B		Ndimma	
Councillor	S	S		Ndlangamandla	
Councillor	M	S		Ndlovu	
Councillor	P	F		Ndlovu	
Councillor	M	E		Ngcobo	
Councillor	B	C		Ngema	
Councillor	D	R		Ngema	
Councillor	D			Ngwenya	
Councillor	C	L		Nhlapho	
Councillor	J	B		Nkwanazi	
Councillor	S	E		Shabangu	
Councillor	M			Shunmugam	
Councillor	D	A		Sibilwane	
Councillor	L	T		Sikhosane	
Councillor	J	S		Sithole	
Councillor	G	M	B	Thwala	
Councillor	L	G		Thwala	
Councillor	S	M		Thwala	
Councillor Dr	J	A		Vorster	
Councillor	V	G		Zondo	

Councillor	N	S	Zulu	
Councillor	T	M	Zulu	
Councillor	N	A	Zwane	
Inkosi	B	D	Khumalo	: Traditional Leader

ABSENT WITH APOLOGY

Councillor	V	V	Bam	: Network issues
Councillor	D	X	Dube	: Network issues
Councillor	A	M	Mbuli	: Device under repair
Councillor	R	M	Molelekoa	: other municipal business

ABSENT WITHOUT APOLOGY

Councillor	M	V	Buhali	
Councillor	F	P	Gama	
Councillor	N	K	Majozi	
Councillor	F	A	Malinga	
Councillor	M	V	Mthembu	
Councillor	T	M	Ndaba	
Councillor	S	J	Nhlapho	
Councillor	T	M	Nzuza	
Councillor	M	F	Zikhali	
Councillor	S	J	Zulu	
Councillor	S	Z	Zulu	
Inkosi	B	S	Radebe	: Traditional Leader
Inkosi	C	S	Kubheka	: Traditional Leader

3(ii) : FINAL MEDIUM TERM BUDGET : 2020/2021**RESOLVED**

- (a) That in terms of section 24 of the Municipal Finance Management Act, 56 of 2006 , the annual budget of the Municipality for the financial year 2020/2021; and indicative allocations for the two projected outer years 2021/2022 and 2022/2023; and the multi-year and single year capital appropriate be approved;
- (b) that the source to fund both operating and capital budget be noted and approved;
- (c) that the Municipality's annual allocation of R126 225 734 to uThukela Water for the provision of bulk water be approved;
- (d) that in terms of section 24(2)(c)(i) of the Municipal Finance management Act, 32 of 2000 as amended, the tariffs for the supply of water, electricity, waste services, sanitation services and property rates as set out tariff of Charges that were used to prepare the estimates of

revenue by source, be approved with effect from 1 July 2020 for all services, except for water and electricity consumption, which be levied on the new tariff with effect from 1 August 2020;

- (e) that the Tariff of Charges be approved and be applicable with effect from 1 July 2020;
- (f) that Water, Refuse and Sundry tariffs be increased by 5% with effect from 1 July 2020;
- (g) that Sewer tariffs be increased by 5% consumption and 0% for availability charge, with effect from 1 July 2020;
- (h) that property rates tariffs be increases by 5% and impermissible for all properties be capped at 85 000 with effect from 1 July 2020;
- (i) that the electricity tariff be increased by provisionally increased by 6.22%, subject to the NERSA guidelines on municipal tariff and the application for the tariff increase to be submitted by the municipality to NERSA. Any changes to NERSA's proposed tariff to be reconsidered by the Council before approval of the final budget in June 2020;
- (j) that bulk electricity purchase be increased by 6.9% as per NERSA's approval of the Eskom tariff increase;
- (k) that in terms of the Indigent Policy, the monthly household earnings of an indigent application be capped to twice the state pension per month;
- (l) that indigent benefit packed be approved as follow :-

Electricity consumption	:	50kW/h
Water consumption	:	6 KI
Electricity availability	:	100%
Sewer	:	100%
Refuse	:	100%
Property rates	:	100%;

- (m) that the rate rebates be capped and approved as follows:-

Pensioners	25%
Flood victims	50%
Bread and breakfast businesses	10%
Business development with property greater than R50 million:	
from 0-4 years	40%
from 5-6 years	25%
from 7-8 years	10%
from 9 years onwards	0%;

- (n) that Budget Policy, be approved;
- (o) that the Tariff Policy, be approved;
- (p) that the Rates Policy, be approved;
- (q) that the Indigent Policy, be approved;
- (r) that the Customer Care, Credit Control and Debt Collection Policy, be approved;
- (s) that the Provision for Doubtful Debt and Debtors Write-Off Policy, be approved;
- (t) that the Supply Chain Management Policy, be approved;
- (u) that the Cash and investment Management Policy, be approved;
- (v) that the Asset Management Policy, be approved;
- (w) that the Petty Cash Policy, be approved;
- (x) that the Virement Policy, be approved;
- (y) that the Funding and Reserve Policy, be approved;
- (z) that the Borrowing Policy, be approved;
- (aa) that the Loss Control Policy, be approved;
- (bb) that the Short-term Insurance Policy, be approved;
- (cc) that the Cost Containment Policy, be approved;
- (dd) that the Property Rates By-Laws, be approved;
- (ee) that the Tariff By-Law, be approved.

I, the undersigned, **MUZI JUSTICE MAYISELA**, in my capacity as **ACTING MUNICIPAL MANAGER** to the Newcastle Municipal Council, hereby certify the above as a true extract from the minutes of the virtual special meeting held on 29 June 2020.



M.J. MAYISELA
ACTING MUNICIPAL MANAGER

Newcastle

1. EXECUTIVE SUMMARY

Section 16(1) of the MFMA states that the municipal council must for each financial year, approve an annual budget for the municipality before the start of the financial year. Section 16(2) states that in order for a municipality to comply with subsection (1), the mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year. Immediately after the tabling of draft budget, the accounting officer must make the approved draft budget to local communities and other relevant stakeholder for comments and representations.

Section 24 of the MFMA states that 30 days before the start of the financial year, the Council must then approve the annual budget, having considered the comments and suggestions of local communities, relevant stakeholders as well as Provincial and National Treasuries, failing which, the Council is required by section 25 of MFMA to convene meetings within every seven days until the budget is approved. Should Council fail to approve its annual budget before the commencement of the financial year, the mayor is required to submit reasons in terms of section 55 of MFMA. In terms of section 139(4) of the Constitution, the Provincial Executive of the relevant province may intervene where Council has failed to approve its annual budget prior to commencement of the financial year.

Due to the COVID-19 lockdown regulations, it was impractical to comply with the above legislative requirement. However, National Treasury has since issued a circular that exempts municipality from tabling the draft budget 90 days before the start of the financial year. The municipality is therefore aiming at tabling its draft budget before 31 May 2020, and to have its final budget approved before 30 June 2020. Consultation processes were conducted immediately after the tabling of the draft budget, through various platforms, other than those that may cause physical contact.

RECOMMENDATIONS

- (a) That in terms of section 24 of the Municipal Finance Management Act, 56 of 2003, the annual budget of the municipality for the financial year 2020/21; and indicative allocations for the two projected outer years 2021/22 and 2022/23; and the multi-year and single year capital appropriations be approved;
- (a) That the sources to fund both operating and capital budgets be noted and approved;
- (b) That the Municipality's annual allocation of R126 225 734 to uThukela Water for the provision of bulk water be approved;
- (c) That in terms of section 24(2)(c)(i) of the Municipal Finance Management Act, 56 of 2003, and sections 74 and 75A of the Local Government Municipal Systems Act, 32 of 2000 as amended, the tariffs for the supply of water, electricity, waste services, sanitation services and property rates as set out Tariff of Charges that were used to prepare the estimates of revenue by

source, be approved with effect from 1 July 2020 for all services, except for water and electricity consumption, which be levied on the new tariff with effect from 01 August 2020;

- (d) That the Tariff of Charges be approved and be applicable with effect from 01 July 2020;
- (e) That Water, Refuse, Sewer and Sundry tariffs be increased by 5% with effect from 01 July 2020.
- (f) That Property Rates tariffs be increased by 5% and impermissible for all properties be capped at 85 000 with effect from 01 July 2020;
- (g) That the electricity tariff be increased by increased by 6.22% as directed by NERSA with effect from 01 July 2020;
- (h) That bulk electricity purchases be increased by 6.9% as per NERSA's approval of the Eskom tariff increase.
- (i) That in terms of the Indigent Policy, the monthly household earnings of an indigent application be capped to twice the state pension per month.
- (j) That indigent benefit package be approved as follows:

Electricity consumption	: 50 kW/h
Water consumption	: 6 Kl
Electricity availability	: 100%
Water availability	: 100%
Sewer	: 100%
Refuse	: 100%
Property rates	: 100%
- (k) That the rate rebates be capped and approved as follows:

Pensioners	: 25%
Flood victims	: 50%
Bread and breakfasts businesses	: 10%
Business development with	
Property greater than R50 million:	
from 0-4 years	: 40%
from 5-6 years	: 25%

from 7-8 years	: 10%
from 9 years onwards	: 0%

- (l) That the Budget Policy be approved;
- (m) That the Tariff Policy be approved;
- (n) That the Rates Policy be approved;
- (o) That the Indigent Policy be approved;
- (p) That the Customer Care, Credit Control and Debt Collection Policy be approved;
- (q) That the Provision for Doubtful Debt and Debtors Write-Off Policy be approved;
- (r) That the Supply Chain Management Policy be approved;
- (s) That the Cash and Investment Management Policy be approved;
- (t) That the Asset Management Policy be approved;
- (u) That the Petty Cash Policy be approved;
- (v) That the Virement Policy be approved;
- (w) That the Funding and Reserves Policy be approved;
- (x) That the Borrowing Policy be approved;
- (y) That the Loss control Policy be approved;
- (z) That the Short-term Insurance Policy be approved;
- (aa) That the Cost Containment Policy be approved;
- (bb) That the Property Rates By-Laws be approved;
- (cc) That the Tariff By-Laws be approved.

2. BUDGET REPORT

The high level summary of the Draft Operating Budget is attached as Annexure B. Capital budget per project, per department, per funding source and per asset class are all attached in Annexure C hereto.

4. FINANCIAL IMPLICATIONS

4.1. OPERATIONAL BUDGET

The total estimated operational revenue for the 2020/21 financial year is R1.995 billion while total estimated operational expenditure is R2.397 billion yielding to an operating deficit of R401.8 million. The analysis of cash items indicates that a cash surplus of R1 million will be realised at the end of the year. A detailed narrative of the operational budget is contained in the Budget Document attached as Annexure B hereto.

4.2. CAPITAL BUDGET

The total capital expenditure for the 2020/21 is projected at R125.5 million, which will be funded as follows:

- Grants : R 90.5 million
- Internal Reserves : R 35.0 million

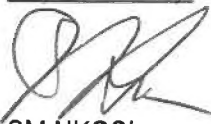
The list of capital projects to be implemented are contained in the draft budget document and Annexure C and Annexure D attached hereto. A detailed narrative of the capital budget is contained in the Budget Document attached as Annexure A hereto.

5. BUDGET DOCUMENTS

The budget related documents are attached as follows:

Budget Document	: Annexure A
High Level Operating Budget	: Annexure B
Capital Budget	: Annexure C
Schedule A Budget Tables	: Annexure D
Tariff of Charges	: Annexure E
Budget Related Policies	: Annexure F

Report seen by:



SM NKOSI
STRATEGIC EXECUTIVE DIRECTOR
BUDGET AND TREASURY OFFICE

DR NNG MAHLABA
PORTFOLIO COUNCILLOR
BUDGET AND TREASURY OFFICE

ANNEXURE: A
BUDGET DOCUMENT

TABLE OF CONTENTS

NO	SECTION DESCRIPTION	PAGE
I	Abbreviations and Acronyms	
II	Council Organisational Structure	
III	Newcastle Municipality Profile	
1	PART 1 – FINAL BUDGET	
1.1	Mayor’s Report	
1.2	Final Budget Resolutions	
1.3	Executive Summary	
1.4	Final Budget Tables and Related Charts	
2	PART 2 – SUPPORTING DOCUMENTATION	
2.1	Overview of the Annual Budget Process	
2.2	Overview of alignment of annul budget with Integrated Development Plan	
2.3	Measurable Performance Objectives and indicators	
2.4	Overview of budget related policies	
2.5	Overview of budget assumptions	
2.6	Overview of budget funding	
2.7	Grant allocations and grant programmes	
2.8	Allocations and grants made by the municipality	
2.9	Councillor and board member allowances and employee benefits	
2.10	Monthly targets for revenue, expenditure and cash flows	
2.11	Annual budget and service delivery and budget implementation plans- internal departments	
2.12	Annual budget and service delivery and budget implementation plans- internal departments	
2.13	Contracts having future budgetary implications	
2.13	Capital expenditure details	
2.14	Legislation compliance status	
2.15	Annual budget of municipal entities attached to the municipality’s annual budget	
2.16	Municipal manager’s quality certification	

I. ABBREVIATIONS AND ACRONYMS

CPIX	Consumer Price Index
DoRA	Division of Revenue Act
DOHS	Department of Human Settlements
DPLG	Department of Provincial and Local Government
EXCO	Executive Committee
GDP	Gross Domestic Product
GRAP	Generally Accepted Accounting Practice
IDP	Integrated Development Plan
IT	Information Technology
Kl	Kilolitre
Km	Kilometre
Kh	Kilo watt hours
MFMA	Municipal Finance Management Act
MPRA	Municipal Property Rates Act
MSCOA	Municipal Standard Chart of Accounts
MTREF	Medium Term Revenue and Expenditure Framework
NDP	National Development Plan
NERSA	National Electrification Regulator of South Africa
NT	National Treasury
SALGA	South African Local Government Association
SDBIP	Service Deliver and Budget Implementation Plan

II. ORGANISATIONAL STRUCTURE AND COUNCIL

EXECUTIVE COMMITTEE

DESIGNATION	SURNAME & INITIALS	PORTFOLIO COUNCILLOR	POLITICAL PARTY	WARD
Mayor	MAHLABA N N G	Budget and Treasury Office	ANC	PR
Deputy Mayor	MOLELEKOA RM	Technical Services	ANC	12
Executive Committee Member	BAM V V	Corporate Services	IFP	PR
Executive Committee Member	CRONJE E J C	Community Services	DA	2
Executive Committee Member	MDLULI R N	Corporate Services	ANC	13
Executive Committee Member	NZUZA T M	Budget and Treasury Office	IFP	PR
Executive Committee Member	SHABANGU S E	Community Services	ANC	24
Executive Committee Member	SHUNMUGAM M	Planning, Development and Human Settlements	ANC	3
Executive Committee Member	THWALA S M	Technical Services	EFF	PR

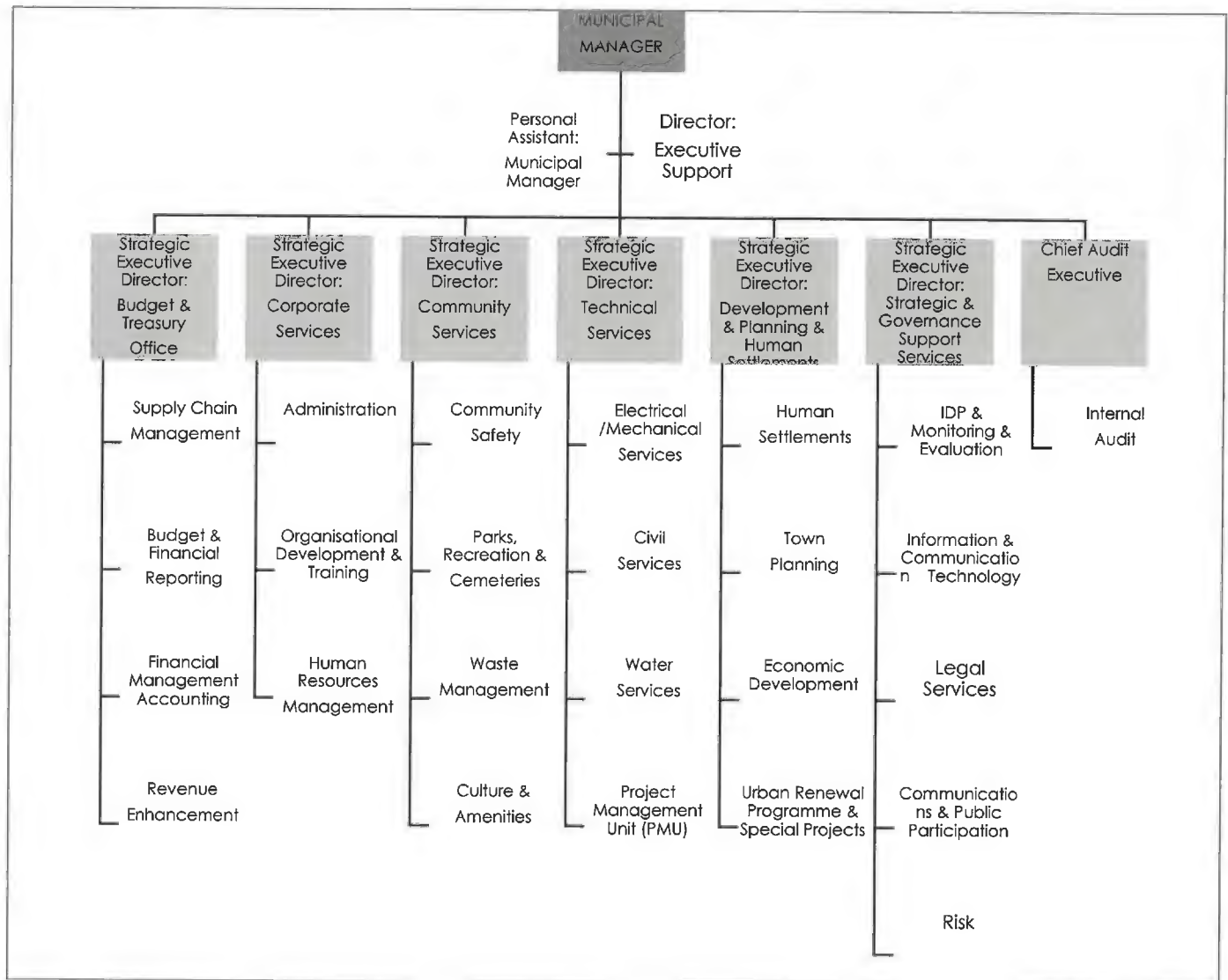
COUNCIL

DESIGNATION	SURNAME & INITIALS	POLITICAL PARTY	WARD
Speaker	YENDE S A	ANC	PR
Councillor	BOSMAN L L	VFP	PR
Councillor	BHULI M V	AZAPO	PR
Councillor	BUTHELEZI SB	EFF	PR
Councillor	DANISA T J C	ANC	31
Councillor	DLADLA X N M	ANC	1
Councillor	DLAMINI B S	ANC	26
Councillor	DLAMINI T N	EFF	PR
Councillor	DUBE D X	IFP	PR
Councillor	DUKASHE N P	ANC	PR
Councillor	GAMA F P	ANC	32
Councillor	HADEBE V F	EFF	PR
Councillor	KHOZA A	ANC	28
Councillor	KHUMALO B V	ANC	7
Councillor	KHUMALO P J	ANC	PR
Councillor	KUBEKA V D	ANC	8
Councillor	LIU C	IFP	PR
Councillor	MALINGA F A	IFP	PR

Councillor	MAJOZI N K	ANC	11
Councillor	MBULI A M	DA	PR
Councillor	MEIRING A P	DA	4
Councillor	MIYA S G	ANC	19
Councillor	MKHWANAZI H P	ANC	30
Councillor	MKHWANAZI T P	ANC	34
Councillor	MLANGENI M S	IFP	PR
Councillor	MNGOMEZULU S W	ANC	22
Councillor	MNGUNI N G	ANC	18
Councillor	MOKOENA A S	DA	PR
Councillor	MOLEFE M V	ANC	21
Councillor	MSEZANE X M	PRM	PR
Councillor	MTHEMBU M V	ANC	29
Councillor	MWALI PB	INDEP	23
Councillor	MZIMA V P	ANC	PR
Councillor	NDABA T M	ANC	15
Councillor	NDIMA R B	IFP	PR
Councillor	NDLANGAMANDLA S S	ANC	27
Councillor	NDLOVU M S	DA	PR
Councillor	NDLOVU P F	EFF	PR
Councillor	NGCOBO M E	ANC	25
Councillor	NGEMA B C	ANC	9
Councillor	NGEMA D R	ANC	PR
Councillor	NGWENYA D	ANC	16
Councillor	NHLAPHO C L	IFP	PR
Councillor	NHLAPHO S J	ANC	10
Councillor	NKWANAZI J B	DA	PR
Councillor	SIBILWANE D M	ANC	17
Councillor	SIKHOSANE L T	ANC	20
Councillor	SITHOLE J S	ANC	PR
Councillor	THWALA G M B	ANC	29
Councillor	THWALA L G	ANC	5
Councillor	TWALA M W	EFF	PR
Councillor	VORSTER J A	IFP	9
Councillor	ZIKHALI M F	ANC	14
Councillor	ZONDO V G	ANC	PR
Councillor	ZULU N S	IFP	PR
Councillor	ZULU S J	RLP	PR
Councillor	ZULU S Z	ANC	6
Councillor	ZULU T M	IFP	PR
Councillor	ZWANE N A	ANC	PR
Traditional Leader	KHUMALO B D		
Traditional Leader	KUBHEKA C S		
Traditional Leader	RADEBE B S		

SENIOR MANAGERS

DESIGNATION	SURNAME & INITIALS
Acting Municipal Manager	Mayisela M J
Strategic Executive Director: Budget and Treasury Office	Nkosi S M
Strategic Executive Director: Corporate Services	Dr Mahlubi N Y
Strategic Executive Director: Technical Services	Chauke S
Strategic Executive Director: Community Services	Nkosi B D
Strategic Executive Director: Development, Planning and Human Settlements	Govender V
Senior Audit Executive	Chenia S



III. NEWCASTLE MUNICIPALITY PROFILE

According to the recent Community Survey (2016) conducted by Statistics SA, Newcastle Local Municipality (KZN252) remains the highest contributor in terms of population growth within Amajuba District Municipality. As of 2016, the population of Newcastle is recorded at 389 117 people, thus marking a 7.1 % increase (25 881 people) over a 5-year period from the year 2011 (363 236 people). This means that on average, Newcastle has experienced a 1,42% annual growth rate, which translates to 5 176 people per year. Newcastle has also experienced a significant increase in the total youth proportion of the population. In terms of the wider KwaZulu-Natal Province, Newcastle ranks 2nd as the local municipality with the highest number of people when compared to other local municipalities, with the highest being the Msunduzi Local Municipality. The population of Newcastle is spread unevenly over 34 wards as per the outcomes of the recent delimitation process by the Demarcation Board, marking a 3 wards increase.

Furthermore, there has been a 7% increase (6 075) in the number of households within Newcastle from 84 272 in 2011 to 90 347 in 2016, with the average household size remaining constant at 4.3 people per dwelling unit. In relation to other local municipalities within the KwaZulu-Natal Province, in the year 2011, Newcastle Local Municipality was ranked 3rd after the Msunduzi and uMhlathuze Local Municipalities respectively. However, recent statistical figures reveal that Newcastle Local Municipality has dropped to 4th place after the Msunduzi, uMhlathuze, and KwaDukuza Local Municipalities respectively. In terms of the 2nd and 3rd ranked local municipalities, the reason for growth in the number of households without any significant growth in the population thereof may be attributed to a general decrease in the average household size thereof, from 3,9 to 3,6 people, and 3,3 to 3,0 people per household respectively.

Traditionally, the town of Newcastle started off as Post-Halt Number 2 on the journey between Durban (then Port Natal) and the Zuid-Afrikaansche Republiek (Transvaal) and Johannesburg. It was strategically positioned in the year 1854, by the Surveyor General of the Natal Colony, Dr. P. C. Sutherland. The city was later known as the Waterfall River Township because of the Ncandu River and, in 1864, the town of Newcastle was founded on the site becoming the forth settlement to be established in natal after Durban, Weenen and Pietermaritzburg. Newcastle was named after the British Colonial Secretary, the Duke of Newcastle and, in 1873 Newcastle became a separate electoral division. In the year 1876, the Fort Amiel was built as a barrier against the Zulus, Fort Amiel now being embraced as one of the significant national heritage sites.

In 1897, a sandstone construction of the town hall started and it was completed two years later in 1899. The town hall was constructed in commemoration of Queen Victoria's diamond, the '60th Jubilee.' The town was also used as a depot by the British during the First and Second Boer War. It also functioned as a major transport junction and a popular stopover for wagons and post chaises during the late 19th century. Newcastle also served as an arena when the British preparation work for the Pretoria Convention of 1881 was done. In 1890, the first train arrived in Newcastle and in the year 1891, Newcastle was declared a district with its own administrative unit. The discovery of coal reserves brought a new era of prosperity and the planning of several ambitious building projects.

Newcastle Local Municipality is one of the three local municipalities that make up Amajuba District Municipality, with the others being Dannhauser and eMadlangeni Local Municipalities. It is located on the North-Western of the KwaZulu-Natal Province and borders onto Free State and Mpumalanga Provinces to the West and North respectively. The local municipalities of eMadlangeni and Dannhauser Local Municipalities are located along the Eastern and Southern boundaries of Newcastle. Spatially Newcastle covers an area of approximately 1 854km² in extent. A high majority of the people (80%) within Newcastle resides within the Newcastle East area, which is predominantly township and semi-rural areas characterised by a general lack of adequate infrastructure.

The boundaries of Newcastle Local Municipality were delineated in terms of the Municipal Demarcation Act, 1998 (Act No. 27 of 1998), and takes in account population movement trends, regional economic patterns and the current land use pattern. Currently Newcastle has 34 wards and out of these wards, wards 1, 6, 7, and 30 fall under the custodianship of the Tribal Authorities (Inkosi u-Khathide and Inkosi u-Hadebe) held in trust on behalf of the Ingonyama Trust Board, in terms of the KwaZulu-Natal Ingonyama Trust Act, 1994 (Act No. 3KZ of 1994). As mentioned above, the population is spread unevenly amongst 34 wards with the majority of the population residing in the Newcastle-East area. The boundaries are not just administrative, but are also intended towards the promotions of social cohesion and economic development that's mindful to environmental sustainability, whilst at the same time strengthening the existing regionally significant economic and functional linkages.

Newcastle Local Municipality is well placed to benefit from regional economic growth given its strategic location at the nexus of major tourism, logistics, farming and industrial routes, and as the seat of government in KwaZulu-Natal Province. It is located halfway between Johannesburg and

the harbours of Durban and Richards Bay, hence contributing to the export of manufactured goods and supply to the large Gauteng market. Newcastle is also endowed with good access infrastructure to the areas mentioned above, and such includes quality road and railway networks. The town is situated on the national rail route between the Durban Container Terminal and City Deep in the Gauteng Province, and has within its confines, a major rail exchange terminal, supporting railway stations and extensive goods conversion/warehousing facilities.

The city's local authority has jurisdiction over the surrounding maize, livestock and dairy farms including the industrial areas such as Karbochem, Mittal Steel South Africa (previously ISPAT/ISCOR), and the textile service industry. In addition, the city is also well endowed with coal reserves hence opportunities for coal mining within the area. Arcelor Mittal produces over 105 million tons of steel products annually. Although the Arcelor Mittal steelworks and the Karbochem synthetic rubber plant dominate the Newcastle industrial portfolio, there is a wide range of manufacturing undertakings sharing in the success of the region. Newcastle has welcomed many Chinese and Taiwanese into the region with the addition of over a hundred textile factories.

During the year 2002, the chrome chemical plant was completed in Newcastle which comes as a clear reflection of the city's industrial future. The joint venture project between Karbochem and the German specialist manufacturing giant LANXESS has made Newcastle the largest producer of chrome chemical in Africa. The company announced an investment of €40 million (almost R600 million) in 2012 towards the construction of a CO₂ plant at its site. Mittal Steel also completed a R400 million project to rebuild one of its coke batteries. Other large operations include a diamond cutting works, various heavy engineering companies, steel reinforcement and slag cement factories.

The Blackrock Casino and Entertainment Hotel provides much entertainment to Newcastle and the surrounding areas. The Newcastle Mall which was constructed by Zen Prop as a R500 million investment, is found adjacent to the Black Rockcasino and Entertainment Hotel, and it serves as a one-stop shopping destination for the wider region of Northern KwaZulu-Natal. Current and planned urban developments within Newcastle entail the new multi-storey Civic Centre, the 80 million expansion of the Victoria Mall, the Meadowlands Estate in Madadeni (residential estate), major extensions and upgrade of the Madadeni Hospital (Northern KwaZulu-Natal Regional Hospital), a R100 million upgrade of the Madadeni Police Station, the Vulintaba Estate, more development at the corner of Allen street along the Trim Park, the new Audi dealership next to

Newcastle Mall (Aquarand), Spar at corner Allen and Memel Road, planned Mercedes-Benz and dealership next to the Newcastle Mall (Aquarand), the development of the Heartlands Dry Port next to the train station, and the possible extension of the Newcastle Airport (Newcastle Airport Techno-hub). From the 1880s, Newcastle experienced rapid economic growth. Today Newcastle has the largest concentration of industry in the North-Western KwaZulu-Natal region.

There has been a 23.04% decline in the level of unemployment within Newcastle, from 87 619 (60.48%) in 2001 to 37 686 (37.44%) in 2011. In terms of unemployment by gender, the highest concentration is amongst the female population. With regards to formal employment by sector within Newcastle Municipality, trade/retail is the highest employer of the population at 8 888 as of July 2012, followed by Government services at 18 324. Government services as an employment sector is closely followed by manufacturing at 6 419, and subsequently finance at 5 375. As of 2013 the GDP of Newcastle was recorded as occupying 80.20% of the total GDP (0.7%) generated by Amajuba District within the KwaZulu-Natal Province.

In terms of the Human Development Index (HDI – the composite measure of life expectancy, education, and income used to measure human development), Newcastle is currently sitting at 0.57 which is deemed by the United Nations Development Programme as being medium human development index. The Gini Coefficient (the measure of inequalities) in Newcastle assumes a municipality working towards addressing inequalities. In the year 2002 inequality was estimated at 0.65 and in 2012 it was estimated to be 0.62 hence marking a move towards perfect equality. Regarding the levels of poverty, Newcastle has also experienced a decrease from 56.0% in 2002, 51.0% in 2006 and 44,4% in 2012. The annual income per capita of Newcastle Municipality is currently sitting at 29 264 thus meaning that the majority of individuals within Newcastle earn R2 438,66 per month hence falling above the global poverty line of \$1,25 per day based on the dollar – rand exchange rate.

1.1 MAYOR'S REPORT

NEWCASTLE MUNICIPALITY BUDGET POLICY STATEMENT BY MAYOR CLLR. DR NTUTHUKO MAHLABA, 29 JUNE 2020

- Madam Speaker: Cllr. Samkelisiwe Yende
- KwaZulu- Natal Premier: Sihle Zikalala
- MEC for Cooperative Governance and Traditional Affairs: Mr Sipho Hlomuka
- Deputy Mayor: Cllr. Reuben Molelekoa
- Chief Whip: Mrs Dolly Mnguni
- Chairpersons of Committees
- EXCO Members
- Councillors
- Business Chamber
- Acting City Manager: Mayisela
- Leaders of Organized labour
- Traditional leaders
- Religious leaders
- Members of the Media
- Residents of Newcastle Local Municipality
- And most importantly, a special recognition to all frontline staffers who are working tirelessly in our fight against Covid-19.

Sanibonani, Goeienand, Good evening!

Madam Speaker, we commence today's annual budget address themed "The People's Budget" by making reference to a quote by the Honourable Premier of the Northern Cape Dr Zamani Saul who said, open quote **"IT CAN'T BE THAT AS THE PREMIER I GO TO JOBURG, I SLEEP IN A HOTEL FOR R5 000 A NIGHT AND WE TREAT THAT AS NORMAL. YOU SLEEP FOR TWO NIGHTS ITS R10 000. WE SHOULD STOP THOSE THINGS, THOSE THINGS SHOULD COME TO AN ABRUPT END. WE ARE NOT HERE FOR THAT,"** close quote.

Dr Saul's intriguing rational and message drew a sharp societal discourse which interrogated the moral fibre of leaders of society, and the general populace at large. Dr Saul is a fine example of the calibre of leaders injected to society by our glorious movement which has liberated our people from the yoke and shackles of oppression. Ordinarily, South Africans place leaders at a high moral ground by assessing their ability to be cognitive and mindful of the supreme importance of avoiding wasteful expenditure; leaders who are pro-transparency and leaders who account for public funds spent. Hence, office bearers are also compelled to always remember that every single cent belongs to the populace whom they serve. Dr Saul's utterances are a constant reminder for office bearers like ourselves that we serve at the behest of those who have elected us into power. Anyone who indeed shares this attitude is an undoubtable ally of ours.

Madam Speaker, we've themed this year's 2020/21 budget "The People's Budget." With the dawn of democracy, in 1994, under the Government of National Unity which was led by the late former President Nelson Mandela; the then Minister of Finance Chris Liebenberg delivered his first budget speech under the new democratically elected government. For the very first time in South Africa, there was a budget allocated to the people, which would be equally distributed among all its citizens, fairly, without discrimination or prejudice. Accordingly, Liebenberg had delivered the first "People's Budget." Unfortunately, the same could not be said about his predecessor.

Madam Speaker, today I want to remind residents of Newcastle that we are united in our diversity, with a strong culture and heritage, despite being black or white, male or female, let me remind all that the allocated budget since 1994 belongs to all who reside within this municipality. In saying that, funds allocated to all municipalities belong to the people, not specific individuals, nor to friends of officials, nor to officials or any particular business person. As a result, these funds are allocated to develop the community and improve the living conditions of all our people. Hence, I urge the residents of Newcastle to bare this in mind as I table the 2020/21 budget. Having said that Madam Speaker, the misconception that the municipality is one place for any individual to enrich themselves must be brought to an abrupt halt. Those who have lived off the municipal coffers must now know that those days are long gone. Madam Speaker, let me remind this August House that such unethical behaviour that has plagued this municipality for many years will never return. Municipal funds belong to our residents as a collective and each and every community member must benefit in one way or another, mainly in the form of effective and efficient service delivery. Madam Speaker, as you are aware we've had to make unpopular decisions, for the better good of our municipality and the community at large. An example of such was the drastic cut in "nice to haves" like meals during meetings. Further, we've had to sharply reduce cell-phone allowances and encourage officials to purchase their own airtime. These are just some of the many tough financial decisions we've had to implement for the betterment of our communities. Our aim was to preserve the legacy of good ethics and values of the municipality.

Madam Speaker, our responsibility should be premised on the improvement of the quality of lives of our people as we advance towards a society that is currently experiencing socio-economic challenges. Hence, ours is to provide water and sanitation, construct more roads in eMadadeni, Osizweni, Normandien, Charles Town, Blaaubosch, Ngogo and every other corner of this beautiful municipal area. As a result our task ahead is to keep the hopes, dreams and aspirations of the "Gogo and Umkhulu" who voted for the first democratically elected government in 1994. Thus Madam Speaker, we need to constantly seek alternative mechanisms to reposition Newcastle Local Municipality as an institution which will never compromise its position of fast-tracking service delivery through operation Khawuleza, operation Sukuma Sakhe and operation "Site-visits".

Fellow residents, councillors, officials and all interested and affected parties need to end corruption and malfeasance, as we undertake to implement the 2020/21 budget. Ours is to bring back the dignity of our people which was forcefully taken by an oppressive regime which treated one race as sub-humans and the other as dominant. Madam Speaker, we can only achieve this if we continue to be inspired by the doctrines and teachings enshrined in the Freedom Charter. The government of the day, the African National Congress, has declared this year as the "Year of Unity, Socio-Economic Renewal and Nation Building." Newcastle Local Municipality is thus committed to adhering to nation building and providing services to all regardless of colour, gender, and creed or political affiliation.

The latest audit report from the Auditor General's office on this municipality indicated that this municipality had obtained an Unqualified Report. This next financial year we are working towards a clean audit, taking into consideration the many challenges we face due to none payment.

Under these circumstances, we've had to restructure our finances, adopt and enforce strict cost containment measures in a bid to ensure that this ship sails to its intended destination- ***a place where service delivery is key and crucial to the livelihood of our people***. Madam Speaker, our people cannot be begging and pleading for what is rightfully theirs. We are working on fast-tracking our response time when problems occur, and this can only be achieved by exploring and implementing effective communication methods. We are also tirelessly working on a turn-around strategy of improving all our call-centre operations.

Madam Speaker I therefor present "The People's Budget" under conditions which are extraordinary, not normal and unfavourable. Under normal circumstances this would not have been the way to address residents of this municipality. Unfortunately Covid-19 has created an invisible barrier between us and them. This too shall pass. As a result, we have been forced to

adapt to the changes presented by the pandemic and embrace the 4th Industrial Revolution, and utilize our local radio stations. However, Madam Speaker, for the very first time in many years during the tabling of the municipality budget we are tabling a funded budget. We are mostly at pains for the residents who have lost their jobs, homes and financial stability as a result of Covid-19. The challenges presented by Coronavirus have had an unprecedented negative impact on our local economy as well. The National State of Disaster which was declared under Section 3 of the Disaster Management Act of 2002 (Act 57 of 2002) has also implored some of us to contribute our salaries towards struggling families. As a municipality we are also racing against time to find new ways of rebuilding and reconstructing our economy post Covid-19. Madam Speaker “We will prevail, Sizophumelela”.

In view of the above, the municipality has made an application for financial relief, which will in turn ease the burden faced by some residents who might be struggling to pay for their basic necessities. We applaud and appreciate the efforts made by some landlords who have used their savings for days like these. Madam Speaker, in this regard, we also urge residents to make use of government programs which have been set up to assist struggling businesses and families. I also send a special recognition to banks that have extended their payment with holiday plans. I make a special recognition to NGOs, businesses and individuals who opted to share with the needy and vulnerable during this difficult period. Madam Speaker, ward councillors and traditional leaders-you are among those who have assisted and ensured that the process of identifying needy families was properly conducted.

Madam Speaker, whilst on the ground, we have witnessed confusion, glitches and frustration, but many did not waver in their efforts of carrying out noble tasks and for that I thank you. As a listening and caring municipality we’ve heard your pleas, grievances and concerns. We are working around the clock to find solutions to mitigate the payment impasse by engaging with key partners in government. I hope that the easing of restrictions under level three of the Coronavirus lockdown will remove the burden confronting the restaurant, hotel, tourism, and beauty industry. Madam Speaker, it might take a while for these businesses to recover hence we all need to support these ventures. Covid-19 is going to linger around us for some time.

Young People, Bantu Abasha, you are the future of this municipality and we acknowledge the roles that you are yet to play in developing your communities. As youth month draws to an end, you are prompted to remember that this freedom that we enjoy today did not come very easily. Young people your age died under the hand of the merciless security forces. They died.... Parents lost future breadwinners... parents lost future doctors, future engineers, future teachers, future politicians, future activists and future lawyers. As a municipality we understand your goals and vision.

As a result, this municipality believes in affording young people opportunities which were a distant dream for their parents. Madam Speaker, it is for this reason that that this municipality has set aside **R650 000** towards the municipal bursary program. It is also for this reason that the municipality has included the youth among those who are prioritized for employment opportunities. Madam Speaker, your office has also set up a Youth Council to deliberate and involve young people in the administrative decisions taken by this municipality. We want young people to belong and be able to have an easy access to any information regarding our institution. This ANC led municipality understands the historic mission of the fearless youth of 1976; that mission will weigh heavily on us unless we protect it and ensure that it is realized through our youth empowerment efforts.

Madam Speaker, this budget has required us to take bold steps which are aimed at improving the lives of our residents. Moreover, we can’t look forward unless we acknowledge the key successes of this ANC-led Municipality. We’ve had challenges, completed our medium term goals, short term goals by being united in our diversity, and strongly believing that we can grow Newcastle together and leave no-one behind in that process.

Madam Speaker, last year the municipality embarked on a unique project of galvanizing and lobbying residents to partake in our Keeping Newcastle Clean. The successes of this program

prompted other municipalities to follow suit and imitate this initiative; this was after judging from the positive responses from most of our residents. Unfortunately, Covid-19 put an abrupt halt to this campaign. However, we are pleased to announce that our efforts never went unnoticed; with the taxi industry joining our initiative and pledging to assist us further. A number of residents adopted spots as part of our keeping Newcastle Green initiative. Streams and wetland areas were some of these spots which were adopted.

Madam Speaker and fellow residents, I am excited to announce that this ANC-led municipality has taken inimitable strides of making various achievements under strenuous finance pressures due to a struggling global economy. This municipality has not put any of its objectives for the last financial year aside. We've set targets for our long term goals and have set phases for the completion of these projects. Madam Speaker let me highlight some of these achievements:

- To date we've built 329 houses for the indigent through the housing program which was mostly aimed at restoring the dignity for first time home owners. These households have access to clean water, sanitation and refuse removal.
- The municipality is currently in the process of electrifying 500 households which will be completed next month.
- As a caring municipality we've given 9000 indigent households free basic water, electricity, sanitation and refuse removal. This is yet another clear indication that this municipality understands the daily struggles faced by many of our residents, in particular the unemployed and previously disadvantaged.
- The payment factor of our municipality has increased from 75% to about 83%.
- 25 residential properties have been advertised for sale.
- 786 EPWP jobs were created to tackle the high number of unemployment within this municipality.
- The municipality has done training for 74 SMMEs.
- 189 title deeds have been transferred through the EEDBS program. A majority of these beneficiaries are first time home owners.
- 7 kilometres of roads have been resealed within the jurisdiction of Newcastle Municipality.
- We have accelerated our efforts and response time to addressing potholes as part of "making potholes a thing of the past" campaign.
- The following roads in Osizweni were constructed and completed in record time. These roads include:
 1. OA85B
 2. OC20
 3. OA85A
- The following road in eMadadeni was constructed and completed in record time. MD30 was a major priority for this municipality.
- The municipality completed the planning and design for the upgrade of Ngagane waste water treatment plant phase one.
- 543 VIP toilets have been installed.
- The feasibility and design report has been completed for the medical precinct.
- The municipality has made two appointments of Strategic Executive Directors; namely the CFO and CAE.
- The mayor's office has awarded 50 bursaries to university and tertiary institution hopefuls as part of program to uplift the youth.
- The mayor's office has had to go beyond the set budget to award a further ten students by linking the students with private donors.

Madam Speaker, allow me to say that “we’ve been working, Siyasebenza.” We hope that these good stories and efforts don’t go unnoticed.

Madam speaker, let us now delve into the business of the day...

The total consolidated budget for the 2020/21 financial year is R2.5 billion, which is made up of R2.4 billion for operational budget and R125.5 million for capital projects (new projects).

Despite our challenges, it remains the mandate and responsibility of the municipality to sustain service delivery through this budget by reprioritising expenditure to ensure key objectives are achieved. Provision in this budget continues to support government’s commitment to broadening service delivery and expanding investment in infrastructure, especially through capital projects, while at the same time taking into account the limited fiscal environment upon which this budget was prepared. The budget has further been structured to contribute to the municipality in achieving the minimum strategic objectives of the IDP, taking into account the effect of limited resources. The National Treasury’s MFMA circulars were used to guide the compilation of the 2020/21 budget. Furthermore, the budget format and the content incorporates the requirements of the Municipal Budget and Reporting Regulations.

The following principles were applied in formulating the annual budget:

- Affordable, realistic and funded budget;
- Realistic and achievable collection rates;
- Rates and service tariffs to be realistic and affordable to consumers;
- Budget to contribute to achieving strategic objectives of the IDP;
- Repayment of loans to be properly provided for, with no new loans planned for;
- Capital expenditure to be mainly funded from grants;
- Indigent subsidy for water be maintained to the national guideline of 6kl;
- Indigent subsidy package to include property rates;
- Revenue driven budget with a view to achieve affordability;
- IDP driven budget in order to achieve the requirements of community based planning.

This budget was not crafted without challenges. The main challenges experienced can be summarised as follows:

- The on-going difficulties in the national and local economy which necessitated costs containment measures as required by Treasury circulars;
- The prevalence of COVID-19 coronavirus pandemic, which required reprioritisation of funds from other functions. The impact on the collection of revenue due to economic slowdown could also not be overlooked;
- National Treasury austerity measures with minimal growth on conditional grants;
- Slow economic growth and unemployment, coupled with the fact that, a number of key industries are shutting down businesses in the area of Newcastle;
- Inadequate allocation for repairs and maintenance due to funds limited;
- Limited capital infrastructure injection with no corresponding provision of near or future maintenance due to limited resources
- Inability to extend capital budget projects in terms of the IDP, other than those funded by grants and already on the business plans.
- The use of income-based budgeting, which has proven that previous budgets had been overstated in expenditure.
- Inability to provide for adequate vacant and critical positions due to limited funding.
- Cutting down on some of the key functions due to limited funds, however prioritising the service delivery (especially maintenance of infrastructure).
- Bulk electricity tariff increase above the increase in revenue tariff increase, which implies additional burden for the municipality.

OPERATIONAL BUDGET

The overall operational budget, which is the budget to allow normal operations and maintenance, is a total of R2.4 billion, which will be spent as follows:

- R126 million has been allocated for bulk Water purchase.
- R534 million has been allocated for bulk electricity purchase.
- R593 million has been allocated for Employee related costs
- R420 million has been allocated for Depreciation
- R185 million has been allocated for Debt impairment
- R183 million has been allocated for Other expenditure
- R41 million has been allocated for interest loans
- R95 million has been allocated for Repairs and maintenance
- R28 million Remuneration of councillors.
- R16 million Contracted services

These are projects which belong to the community. In line with our theme “The People’s Budget” we’ve been tasked to ensure that these projects are carried out as per the mandate by our communities. The appointed municipal units tasked with executing these tasks are urged to complete these projects in record time.

The norm to qualify as an indigent household is R1 100.00, however Newcastle Municipality has accommodated those who earn less than R3 500.00. Madam Speaker, this is yet another progressive story to tell. Our municipality is constantly at grassroots and constantly interacting with residents through our ward committees.

To date we’ve set aside the indigent package. The maximum of twice the monthly state pension household earnings to qualify for the indigent benefit. Those who qualify will be provided with the indigent package as follows:

- Electricity consumption: 50 kW/h
- Water consumption: 6 Kl
- Electricity availability: free
- Water availability: free
- Sewer: free
- Refuse: free
- Property rates: free

Madam Speaker, after much consideration and deliberation, and also taking into cognizance of what is expected of us as a municipality to render improved access to basic services, the current economic climate that the country faces with Covid-19, we will be implementing the following tariff charges from the 1st of July 2020.

ELECTRICITY SERVICES

Electricity tariffs will increase by 6.22%. It must be noted that this tariff increase is as per the NERSA’s guidelines of municipal tariff increase as well as the application that has been submitted by the municipality to NERSA. With the tariff increase of 6.22%, electricity revenue will increase by R20.3 million in the 2020/21 financial year.

WATER SERVICES

Water tariffs will increase by 5% in the 2020/21 financial year. The increase of 5% in tariffs is expected to generate additional revenue of R10.9 million, from R179.6 million in the current year to R190.5 million in the 2020/21 financial year. The revenue figure of R190.5 million is the net of the cost of free basic services of R6 million in respect of water as required in terms of the Budget and Reporting Regulations.

REFUSE REMOVAL

Refuse removal tariffs will increase by 5% in the 2020/21 financial year. The increase of 5% in tariffs is expected to generate additional revenue of R12.4 million (14.9%), from R83.4 million in the current year to R95.8 million in the 2020/21 financial year.

PROPERTY RATES

Property rates tariffs are expected to increase by 5% in the 2020/21 financial year, while the impermissible amount will remain at R85 000. The increase in the property rates tariffs is expected to generate additional revenue of R28.3 million (8.9%), from R318.1 million in the current year to R346.5 million in the 2020/21 financial year. The revenue figure of R346 million is net of the rates rebates of R49 million as required in terms of the Budget and Reporting Regulations.

SANITATION

Sanitation tariffs will increase by 5% in the 2020/21 financial year. The increase of 5% is expected to generate additional revenue of R6.7 million (5.9%), from R111.9 million in the current year to R118.6 million in the 2020/21 financial year. The revenue figure of R118.6 million is net of the cost of free basic services of R10.7 million in respect of sanitation as required in terms of the Budget and Reporting Regulations.

CAPITAL BUDGET

Madam Speaker, the following list of capital projects will be implemented over the medium term by the municipality.

- R1.5 million will be allocated for the construction of ablution facilities in all cemeteries.
- R300 000 will be set aside for the construction of Admin Building at Fort Amiel Museum
- R50 000 will go towards the purchasing of Art works.

Madam Speaker this is a thorny issue which we must be addressed and put to rest today. We want to build an environment and terrain which is conducive to all our residents. The issue of roads has been a long outcry from our community. We've witnessed the difficulties faced by the old and young who have had to walk on muddy, dirty and dusty roads, in the rain and scorching heat. Today we are pleased to announce that this municipality will put an end to all these difficulties by constructing the following roads for the 2020/21 financial year:

- Construction of MF18 and MF19 Roads will cost R3 000 000
- Construction of MF 69,7 , 10 will cost R3 000 000
- Construction of MC13 will cost R3 000 000
- Construction of OB 1 Link Road will cost R4 000 000
- Construction of OA27 will cost R2 500 000
- Construction of H39 Bus Road and Street Lighting will cost R6 000 000
- Construction of MF55 Road will cost R4 132 000
- Construction of MD35 Road will cost R2 661 000
- Construction of OA103 Road will cost R2 739 000
- Resealing of Roads Newcastle Residential Area will cost R2 500 000
- Resealing of Roads Newcastle West will cost R3 500 000
- Resealing of Roads Madadeni will cost R2 000 000
- Resealing of Roads Osizweni will cost R2 000 000
- Construction of Speed Humps will cost 2 000 000

Madam Speaker, our goal and vision is to ensure every household has access to clean water and sanitation, therefore the municipality will implement the following projects in a bid to address improved access to basic water and sanitation.

- The construction phase for the upgrade of Madadeni Waste Water Treatment Plant will cost R16 000 000

- The construction phase of Viljoen park Bulk Water and Sanitation will cost R8 000 000
- Blaauwbosch Bulk Water Supply will cost R9 000 000
- Provision of Basic Waste Supply (P46, WARD16,12,24) will cost R6 000 000

Madam Speaker, we are aware that our municipality has a water loss of 52% due to aging infrastructure, and illegal connections. We are therefore implementing the following projects to ensure that water loss will be reduced by at least 2% per annum.

- Pipe Replacement and Upgrade will cost R10 000 000, this project is intended to reduce water loss.
- Osizweni Water Pressure Management System will cost R10 000 000, this project is intended to reduce water loss.

Madam Speaker, the municipality intends on developing the medical precinct for Newcastle and has set aside the budget for the installation of the following projects:

- Construction of the road which will cost R 6 834 000
- Installation of Storm water which will cost R 3 884 000
- Installation of LED Street Lights that will cost R 600 000
- Installation of Water infrastructure will cost R 805 000
- Installation Sewer Services that will cost R 910 000
- Installation of an electrical Substation that will cost R 2 070 000

Madam Speaker, we are aware of the high unemployment rate in Newcastle and therefore we plan on creating 942 EPWP jobs, *“sifuna ukwakha amathuba emsebenzi”*. In an effort to improve the lives of our community, the Municipality will also ensure that the following projects are completed by June 2021:

- Construction of 741 new houses.
These will be built in Charles Town, H39 and Siyahlala La...
- Transfer of 100 title deeds.
- The release of 25 residential sites for sale.
- The installation of 460 VIP toilets.
- The electrification of 500 households.
- The connection of water and sanitation in 741 new households.
- The re-graveling of 6km of road.
- The finalisation and submission of Environmental Impact Assessment Report for the establishment of a new Cemetery.
- The finalisation and submission of the Environmental Impact Assessment Report for the establishment of a new Landfill Site.

In conclusion Madam Speaker, it gives me great pleasure to table the 2020/21 budget and I would like to conclude with the following quote, “Excellence is never an accident. It is always a result of high intention, sincere effort, and intelligent execution; it represents the wise choice of many alternatives – choice, not chance, and determine your destiny” – Aristotle...

I THANK YOU!

By Mayor, Cllr NNG Mahlaba

1.2 BUDGET RESOLUTIONS

- (a) That in terms of section 24 of the Municipal Finance Management Act, 56 of 2003, the annual budget of the municipality for the financial year 2020/21; and indicative allocations for the two projected outer years 2021/22 and 2022/23; and the multi-year and single year capital appropriations be approved;
- (b) That the sources to fund both operating and capital budgets be noted and approved;
- (c) That the Municipality's annual allocation of R126 225 734 to uThukela Water for the provision of bulk water be approved;
- (d) That in terms of section 24(2)(c)(i) of the Municipal Finance Management Act, 56 of 2003, and sections 74 and 75A of the Local Government Municipal Systems Act, 32 of 2000 as amended, the tariffs for the supply of water, electricity, waste services, sanitation services and property rates as set out Tariff of Charges that were used to prepare the estimates of revenue by source, be approved with effect from 1 July 2020 for all services, except for water and electricity consumption, which be levied on the new tariff with effect from 01 August 2020;
- (e) That the Tariff of Charges be approved and be applicable with effect from 01 July 2020;
- (f) That Water, Sewer, Refuse and Sundry tariffs be increased by 5% with effect from 01 July 2020.
- (g) That Property Rates tariffs be increased by 5% and the impermissible for all properties be capped at R85,000 with effect from 01 July 2020;
- (h) That the electricity tariff be increased by provisionally increased by 6.22% as directed by NERSA with effect from 01 July 2020.

- (i) That bulk electricity purchases be increased by 6.9% as per NERSA's approval of the ESKOM tariff increase.
- (j) That in terms of the Indigent Policy, the monthly household earnings of an indigent application be capped to twice the state pension per month.
- (k) That indigent benefit package be approved as follows:
- | | |
|--------------------------|-----------|
| Electricity consumption | : 50 kW/h |
| Water consumption | : 6 Kl |
| Electricity availability | : 100% |
| Water availability | : 100% |
| Sewer | : 100% |
| Refuse | : 100% |
| Property rates | : 100% |
- (l) That the rate rebates be capped and approved as follows:
- | | |
|------------------------------------|-------|
| Pensioners | : 25% |
| Flood victims | : 50% |
| Bread and breakfasts businesses | : 10% |
| Business development with | |
| Property greater than R50 million: | |
| from 0-4 years | : 40% |
| from 5-6 years | : 25% |
| from 7-8 years | : 10% |
| from 9 years onwards | : 0% |
- (m) That the Budget Policy be approved;
- (n) That the Tariff Policy be approved;
- (o) That the Rates Policy be approved;
- (p) That the Indigent Policy be approved;

- (q) That the Customer Care, Credit Control and Debt Collection Policy be approved;
- (r) That the Provision for Doubtful Debt and Debtors Write-Off Policy be approved;
- (s) That the Supply Chain Management Policy be approved;
- (t) That the Cash and Investment Management Policy be approved;
- (u) That the Asset Management Policy be approved;
- (v) That the Petty Cash Policy be approved;
- (w) That the Virement Policy be approved;
- (x) That the Funding and Reserves Policy be approved;
- (y) That the Borrowing Policy be approved;
- (z) That the Loss control Policy be approved;
- (aa) That the Short-term Insurance Policy be approved;
- (bb) That the Cost Containment Policy be approved;
- (cc) That the Property Rates By-Laws be approved;
- (dd) That the Tariff By-Laws be approved;

1.3 EXECUTIVE SUMMARY

1.3.1 INTRODUCTION

The 2020/2021 annual budget is a consolidated budget of R2.5 billion which has been developed with an overall planning framework and includes the programmes and projects to achieve the minimum strategic objectives of Newcastle Municipality as per the IDP. This budget has been set against the back and the current slow economic growth, escalating debtors, historical commitments on loans and creditors, while at the same time take cognisance in respect of burden to consumers through rates and services. Economic challenges will still continue to put pressure on municipal revenue generation and its ability to collect in the 2020/21 financial year, hence a very conservative approach was adopted when projecting revenue and receipts based on the current payment factors. It is however noted with appreciation that the payment factor of the municipality has been gradually improving since the embankment of the consumer outreach programme.

Despite these challenges, it remains the mandate and responsibility of the municipality to sustain service delivery through this budget by reprioritising expenditure to ensure key objectives are achieved. Provision in this budget continues to support government's commitment to broadening service delivery and expanding investment in infrastructure, especially through capital projects, while at the same time taking into account the limited fiscal environment upon which this budget was prepared. The budget has further been structured to contribute to the municipality achieving the minimum strategic objectives of the IDP, taking into account the effect of limited resources. The National Treasury's MFMA circulars were used to guide the compilation of the 2020/21 budget. Furthermore, the budget format and the content incorporates the requirements of the Municipal Budget and Reporting Regulations.

The following principles were applied in formulating the annual budget:

- Affordable, realistic and funded budget;
- Realistic and achievable collection rates;
- Rates and service tariffs to be realistic and affordable to consumers;
- Budget to contribute to achieving strategic objectives of the IDP;
- Repayment of loans to be properly provided for, with no new loans planned for;
- Capital expenditure to be mainly funded from grants;

- Indigent subsidy for water be maintained to the national guideline of 6kl;
- Indigent subsidy package to include property rates;
- Revenue driven budget with a view to achieve affordability;
- IDP driven budget in order to achieve the requirements of community based planning.

This budget was not crafted without challenges. The main challenges experienced can be summarised as follows:

- The on-going difficulties in the national and local economy which necessitated costs containment measures as required by Treasury circulars;
- The prevalence of COVID-19 coronavirus pandemic, which required reprioritisation of funds from other functions. The impact on the collection of revenue due to economic slowdown could also not be overlooked;
- National Treasury austerity measures with minimal growth on conditional grants;
- Slow economic growth and unemployment, coupled with the fact that, a number of key industries are shutting down businesses in the area of Newcastle;
- Inadequate allocation for repairs and maintenance due to funds limited;
- Limited capital infrastructure injection with no corresponding provision of near or future maintenance due to limited resources
- Inability to extend capital budget projects in terms of the IDP, other than those funded by grants and already on the business plans.
- The use of income-based budgeting, which has proven that previous budgets had been overstated in expenditure.
- Inability to provide for adequate vacant and critical positions due to limited funding.
- Cutting down on sum of the key functions due to limited funds, however prioritising the service delivery (especially maintenance of infrastructure).
- Bulk electricity tariff increase above the increase in revenue tariff increase, which implies additional burden for the municipality.

1.3.2 OVERVIEW OF THE 2020/2021 BUDGET

OPERATING BUDGET

The operating budget, which funds the continued provision of services provided by the municipality, is projected to increase from R2.355 billion in 2019/20 to R2.397 billion in 2020/21,

representing an increase of R42.0 million (1.8%). The increase is mainly due to the increase in bulk water and electricity purchases, employee cost, depreciation of assets and debt impairment. A reduction in the repairs and maintenance has been noted due to some of grants which were funding maintenance of some projects no longer expected to be received next financial year.

There has also been a reduction in the contracted services as well as the general expenses due to the cost containment measures being implemented by the municipality. This is the indication that the municipality is starting to take the right direction towards cost containment of non-core functions, and reprioritisation of service delivery functions. The increase in the overall operating budget is mainly due to the provision of the following:

- Costs of bulk purchases of electricity and water due to tariff increases;
- Increased costs of employee related costs due projected annual salary increase;
- Increased depreciation due to due new capital projects appropriated in the budget;
- Increase debt impairment due to high consumer debtors still not collectable

OPERATING REVENUE

Total operating revenue is projected at R2.120 billion in the 2020/21 financial year, representing an increase of R188.8 million (9.8%) from the current year's adjusted budget of R1.931 billion.

The major items of the operating revenue for the 2020/21 financial year are as follows:

Details	2020/2021 R'000	% of Total Revenue
Electricity	609 866	28.8%
Water	190 579	9.0%
Sanitation / sewer	118 672	5.6%
Refuse	95 897	4.5%
Property rates	346 523	18.7%
Grants and subsidies	662 833	31.3%
Other revenue	15 729	0.7%
Interest on outstanding debtors	6 325	0.4%
Rental of facilities	8 495	0,3%
Fines	13 114	0.6%
Interest on investments	2 497	0.1%

The following is the analysis of the revenue sources which have had the main impact in the increase in revenue:

- **Electricity services: R609.8 million, increase of R20.3 million (3.4%)**

Electricity tariffs are expected to increase by 6.22%. It must be noted that this tariff increase is as per the NERSA's guidelines of municipal tariff increase as well as the application that has been submitted by the municipality to NERSA. With the tariff increase of 6.22%, electricity revenue is expected to increase by R20.3 million (3.4%) in the 2020/21 financial year. Cognisance should also be taken that this percentage increase of 6.22% is slightly above the projected inflation rate of 4.6%, however this increase is based on the NERSA's tariff approval for municipal tariffs. The revenue figure of R609.8 million is also net of the cost of free basic service of R8.1 million as in respect of electricity required in terms of the Budget and Reporting Regulations.

- **Water services: R190.5 million, increase of R10.9 million (6.1%)**

Water tariffs are expected to increase by 5% in the 2020/21 financial year. The increase of 5% in tariffs is expected to generate additional revenue of R10.9 million (6.1%), from R179.6 million in the current year to R190.5 million in the 2020/21 financial year. The revenue figure of R190.5 million is net of the cost of free basic services of R6 million in respect of water as required in terms of the Budget and Reporting Regulations.

- **Refuse removal: R95.8 million, increase of R12.4 million (14.9%)**

Refuse removal tariffs are expected to increase by 5% in the 2020/21 financial year. The increase of 5% in tariffs is expected to generate additional revenue of R12.4 million (14.9%), from R83.4 million in the current year to R95.8 million in the 2020/21 financial year.

- **Sanitation: R118.6 million, increase of R6.7 million (5.9%)**

Sanitation tariffs are expected to increase by 5% in the 2020/21 financial year. The increase of 5% is expected to generate additional revenue of R6.7 million (5.9%), from R111.9 million in the current year to R118.6 million in the 2020/21 financial year. The revenue figure of R118.6 million

is net of the cost of free basic services of R10.7 million in respect of sanitation as required in terms of the Budget and Reporting Regulations.

- **Property rates: R396.5 million, increase of R78.3 million (24.6%)**

Property rates tariffs are expected to increase by 5% in the 2020/21 financial year, while the impermissible amount will remain at R85 000. The increase in the property rates tariffs is expected to generate additional revenue of R78.3 million (24.6%), from R318.1 million in the current year to R396.5 million in the 2020/21 financial year. The revenue figure of R396.5 million is net of the rates rebates of R76.2 million as required in terms of the Budget and Reporting Regulations.

- **Transfers recognised: R662.8 million, increase of R78.0 million (12.6%)**

Revenue from grants is expected to generate operating revenue of R662.8 million in the 2020/21 financial year. This represents an increase of R78.0 million (12.6%) from the budget of R588.7 million in the current year to the budget of R662.8 million in the 2020/21 financial year. These operating grants include the equitable share, the Finance Management Grant (FMG), Expanded Public Works Programme and various other provincial grants from department of Arts and Culture and the Department of Human Settlements. A portion of the Municipal Infrastructure Grant (MIG) and Water Services Infrastructure Grant (WSIG) have also been included in the operating grants in order to deal with capacity operational issues in the department of Technical Services. Reference is made to table SA18 in respect of the split of transfers which will fund operational and capital expenditure. The appropriation of grant transfers in the budget has been made in accordance with the Division of Revenue Act and the provincial gazette.

- **Fines: R13.1 million, increase of R624 495 (5%)**

Revenue for fines is expected to generate revenue of R13.1 million in the 2020/21 financial year. This represents an increase of R624 thousand (5%) from the budget of R12.4 million in the current year, to R13.1 million in the 2020/21 financial year. Fines will be imposed in accordance with the traffic laws and regulations and will be influenced by law enforcement and the behaviour of road users in the jurisdiction of Newcastle.

- **Interest on investments: R2.5 million, an increase of R141 338 (6%)**

Interest on investments is expected to generate revenue of R2.5 million in the 2020/21 financial year. This represents an increase of R141 thousand (6%) from the budget of R2.3 million in the current year to R2.5 million in the 2020/21 financial year. Interest will be earned based on the value of the investments that the municipality will make with various financial institutions for any additional funds during the financial year.

- **Interest on outstanding debtors: R6.3 million, increase of R301 177 (5%)**

Interest on outstanding debtors is expected to generate revenue of R6.3 million in the 2020/21 financial year. This represents an increase of R301 thousand (5%) from the budget of R6.0 million in the current year to R6.3 million in the 2020/21 financial year. Interest will be earned based on overdue business accounts without any arrangements in place.

- **Rental of facilities: R8.4 million, increase of R404 528 (5%)**

Tariffs from rental of municipal facilities will be increased by 5% and is expected to generate revenue of R8.4 million in the 2020/21 financial year. This represents an increase of R404 thousand (5%) from the budget of R8.0 million in the current year to R8.4 million in the 2020/21 financial year.

- **Licences: R15 174, increase of 859 (6%)**

Tariffs from licences will be increased by 5% and is expected to generate revenue of R15 thousand in the 2020/21 financial year. This represents an increase of R859 (6%) from the budget of R14 315 in the current year to R15 174 in the 2020/21 financial year.

- **Other revenue: R15.8 million, a decrease of 15.5 million (-49.5%)**

Sundry tariffs will be increased by 5% and are expected to generate revenue of R15.5 million in the 2020/21 financial year. This represents a decrease of R15.5 million (-49.5%) from the budget of R31.4 million in the current year to the budget of R15.8 million in the 2020/21 financial year.

The reduction is due to some of the properties that were earmarked for disposal in the current year, the process for which has been finalised.

- **Disposal of properties: R18 million**

The municipality is in the process of disposing a properties through for the medical precinct project for the estimated purchase price of R18 million. Based on the value of the land, the municipality is projecting to generate a gain of R2.3 million in the transaction. The process of the disposal is planned to be initiated towards the end of the 2019/20 and be finalised in the 2020/21 financial year.

- **Inflation target**

In terms of the latest data released by the South African Reserve Bank in response to the COVID-19, the projected inflation rate for 2020/21 is 4.6%. It is noted that the tariff increase of 5% for rates and services and 6.22% for the electricity are slightly above the inflation rate, these are however still within the 6% that the Reserve Bank and National Treasury seek to ensure that it is kept within. Furthermore, the municipality has been striving to ensure that the gap between the tariffs increase and the rate of inflation are minimised over the past three years, with 7% applied during 2018/19, and 6% was applied during 2019/20 financial years.

OPERATIONAL EXPENDITURE

Total operating expenditure is projected at R2.397 billion in the 2020/21 financial year, representing an increase of R42.0 million (1.8%) from the current financial year's budget of R2.355 billion. The municipality's expenditure for the 2020/21 budget is informed by:

- National Treasury budget and cost containment measures circulars
- Relevant legislative imperatives,
- Expenditure limits set by realistic and realisable revenue levels,
- National, provincial and local economic and fiscal conditions,
- Electricity load shedding and COVID-19 challenges.

The major items of the operating expenditure for the 2019/20 financial year are as follows:

Details	2019/2020 R'000	% of Total Budget
Bulk purchases	534 445	22.3%
Bulk water purchases	126 225	5.3%
Employee related costs	594 316	24.8%
Depreciation	420 387	17.5%
Debt impairment	183 103	7.6%
Other expenditure	199 664	8.4%
Interest of loans	41 881	1.7%
Repairs and maintenance	94 654	3.9%
Remuneration of councillors.	28 455	1,2%
Contracted services	168 286	7.0%

The following are expenditure items included in the budget:

- **Employee Related Costs: R594.3 million, increase of R21.2 million (3.7%)**

Employee related costs has increased from R573.0 million to R594.3 million, representing an increase of R21.2 million (3.7%). An annual salary increase of 6.25% and notch increases of 2.4% have been projected for all employees, based on the SALGBC multi-year collective agreement on wage and salaries. In line with the National Treasury guideline, employee costs represent 24.8% of the total budget, which is in line with the acceptable threshold. Included in the employee costs of R594.3 million is a budget of R41 million in respect of vacant and critical positions. The municipality will come up with a reprioritisation model of which positions will be catered for from this budget.

Included in the employee related costs is an amount of R28 million for overtime. This constitute 4.8% of the total employee related costs, which is also within the National Treasury norm of 5%. The bulk of this provision relates to overtime for essential services which the municipality cannot avoid. These services include waste management, electricity maintenance, water maintenance, waste management, public safety and other essential services which the municipality is required to provide to communities. It must be noted that the municipality is currently implementing a number of measures to ensure that overtime is not abused and is kept to the bear minimum.

- **Remuneration of Councillors: R28.4 million, an increase of R1.6 million (6%)**

Remuneration of councillors is projected to be R28.4 million, representing an increase of R1.6 (6%) from the current financial year budget of R26.8 million. The projection is based on the 2019/20 notice of the upper limits issued by the MEC for Local government in March 2020, and an increase of 6% has been estimated in respect for 2020/21, which will be determined by the MEC for CoGTA at the beginning of 2021. This provision also is based on the expectation that EXCO councillors, MPAC Chair and the Chief Whip will be approved as full time councillors during the 2020/21 financial year.

- **Repairs and maintenance: R94.6 million, a decrease of R28.1 million (22.9%)**

Expenditure on Repairs and Maintenance is projected at R94.6 million, representing a decrease of R28.1 million (-22.9%) from the current financial year budget of R122.8 million. The decrease in the budget is attributable to the reduction in some of the grant transfers that were made available by other spheres of government in the current year. It must further be noted that a municipality has budgeted R10 million for the roads resealing under capital budget, which also form part of maintenance of roads. It must be noted that the provision for repairs and maintenance is below the required National Treasury norm of 8% of the Property Plant and Equipment (PPE) due to the cash flow challenges that the municipality is currently facing. The municipality will continue to ensure that more budget is being channelled towards the repairs and maintenance of assets through reprioritisation model.

- **Bulk Electricity Purchases: R534.4, an increase of R34.4 million (6.9%)**

Expenditure on bulk electricity purchases is projected at R534.4 million, representing an increase of R34.4 million (6.9%) from the current financial year budget of R499.9 million. This provision of R534.4 million is informed by the NERSA guidelines and the expected demand for electricity to the municipal consumers in the 2020/21 financial year.

- **UThukela Water Entity: R126.2 million, an increase of R7.1 million (6%)**

The municipality's contribution to uThukela Water increased from R119.0 million to R126.2 million which represents an increase of R7.1 million (6%) from the current financial year. While

the entity has submitted a budget of R127.2 million, the current financial state of the municipality makes it impractical to afford the full budget requested by the entity. Hence, the municipality has only afforded the increase in line with the inflation rate and the expected tariff increase of the municipality on water. It will be critical that the entity adjust its expenditure in order to fit within the budget of R126.2 million.

- **Debt impairment: R184.6 million, an increase of R10.4 million (6%)**

The municipality has projected to incur R184.6 million on debt impairment, representing an increase of R10.4 million (6%) from the current financial year budget of R174.2 million. The provision and the increase is based on the council's debtors' book, and the rate at which doubtful debt is expected to escalate. The provision for doubtful debt is calculated in line with the provision of the Council's approved Credit Control and Debt Collection Policy. It must however be mentioned that the recent campaign to collect outstanding debtors and to build the culture of payment of services in the townships has started to yield positive results.

- **Depreciation: R420.3 million, an increase of R23.7 million (6%)**

Provision for depreciation has been projected to be R420.3 million, representing an increase of R23.7 million (6%) from the current financial year's budget of R396.5 million. The provision is based on the municipality's asset register the expected lives of the assets. The increase is attributable to the projected capital expenditure and the infrastructure projects which were completed during the current financial year, the impact of the depreciation is expected fully during the budget year.

- **Finance Charges: R41.8 million, a decrease of R3.1 million (-7%)**

Expenditure on interest on loans is projected to be R41.8 million, representing a decrease of R3.1 million (-7%) from the current financial year budget of R45.0 million. The estimation of finance charges of R41.8 million is based on the amortisation schedules of the loan portfolio of the municipality and the loan agreements with the financial institutions, which is expected to last for at least next nine years. It must however be noted that no new loans will be taken by the municipality in the 2020/21 financial year.

- **Contracted services: R168.2 million, a decrease of R7.5 million (-4.3%)**

Expenditure on contracted services is projected to be R168.2 million, representing a decrease of R7.5 million (-4.3%) from the current financial year budget of R175.8 million. The decrease is due to the decrease in provision for consultant fees due to some of the grants reduced by other government department in the 2020/21 financial year, which was only appropriated in the current financial year.

- **Materials: R4.5 million, an increase of R1.6 million (55.6%)**

Expenditure on materials is projected at R4.5 million, representing an increase of R1.6 million (55.6%) from the current financial year budget of R2.9 million. Included under this items are materials for the cleaning of municipal buildings, halls, chemicals, cleansing material, pest control, etc. The increase is due to the additional provision allocated for water chemicals.

- **Other expenditure: R183.1 million, a decrease of R19.4 million (-9.6%)**

Other expenditure is projected to be R183.1 million, representing a decrease of R19.4 million (-9.6%) from the current financial year budget of 202.5 million. The decrease is due to the implementation of cost containment measures in line with affordability of the municipality. Amongst others, this items includes an amount of R16.4 million for electricity departmental charges.

Included under other expenditure is an amount of R17.1 million in respect of departmental services for the municipality's usage of water, electricity, sanitation and refuse. As indicated above, the amount of R16.4 million of the departmental charges relates to the funding for purchase of electricity from Eskom for the municipal usage. Other items, but not limited to, include R12 million for rural electrification, R11.2 million machinery costs, R8 million for transport costs (fuel), R6.8 million for the insurance of assets, R1 million for the interest expense, R5.5 million for the service connections, R5.3 for the ward committee stipends, R5.2 for AG audit fees and R5 million for the SALGA membership fees.

OPERATING SURPLUS/DEFICIT

The operational budget therefore yields an operating deficit of R401.8 million. It is noted that the operating deficit has decreased by R21.7 million when compared with the budgeted deficit of R423.5 million in the current financial year. It remains the commitment of the municipality to comply with MFMA Circular No.72, which encourages municipalities to adopt a surplus position over the MTREF with a view to achieve and maintain financial stability of the municipality. Despite this deficit, the municipality is however confident that its budget is fully funded with a cash surplus of at least R1 million when analysing the cash-flow budget. The cash flow budget takes into account only the cash receipts and payment that the municipality will be engaged in during the budget year. The cash flow budget is reflected in the High Level Budget, as well as in the table A7 of A Schedule tables.

CAPITAL BUDGET

The municipality's capital budget is projected to be R125.5 million, consisting of R90.5 million to be funded from government grants, and R35.0 million to be funded from internally generated funds.

The summary of the capital budget over the medium terms is depicted as follows:

Details	2019/2020 R'000	% of total expenditure
Total Capital Budget	125 548	100%
<u>Funded as follows:</u>		
Grant funding	90 548	74%
Internal funding	35 000	26%
	125 548	100%

Government grants continue to fund the bulk of capital programme over the next three financial years, covering about 74% of the capital expenditure in the 2020/21 financial year. Due to the current cash flow position, the municipality has no plans to take new loans.

The capital budget summarised by asset type can be summarised as follows:

ASSET CLASS	2019/2020 R'000	2019/2020 R'000
Water distribution	35 805	28.5%
Roads and storm water	56 648	45.1%
Vehicles and Machinery	2 500	2.0%
Furniture and Equipment	1 215	1.0%
Museums	300	0.2%
Sanitation	26 410	21.0%
Electricity distribution	2 670	2.1%
TOTAL CAPITAL BUDGET	125 548	100%

The municipality will be spending the bulk of its capital programme towards basic infrastructure, with R56.6 million towards roads, R35.8 million towards water, R26.4 million towards sanitation and R2.6 million on the electricity infrastructure. A further R2.5 million will be spent on new plant, R1.2 million of furniture and other tools of trade and R300 000 on the upgrade of the Fort Amiel museum.

The following the list of capital projects which will be implemented over the medium term:

PROJECT DESCRIPTION	BUDGET 2020 2021 '000
COMMUNITY SERVICES	
Construction of ablution facilities	1 500
Installation of Aircon at Mobile Office	15
Construction of Admin Building at Fort Amiel Museum	300
Art Purchases	50
Total Community Services	1 865

BTO

IT Equipment	600
Furniture and Office Equipment	300
Machinery Equipment	100
Total BTO	1 000

DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS

Medical Precinct – Roads	6 834
Medical Precinct - Storm water	3 884
Medical Precinct - Street Lights	600
Medical Precinct – Water	805
Medical Precinct – Sewer	910
Medical Precinct - Substation	2 070

Professional fees	2 895
Total DPHS	18 000

TECHNICAL SERVICES

Construction of MF18 & MF19 Roads	3 000
Construction of MF 69,7 , 10	3 000
Construction of MC13	3 000
Construction of OB 1 Link Road	4 000
Construction of OA 27	2 500
Construction of H39 Bus Road and Stree Lighting	6 000
Upgrade of Madadeni Waste Water Treatment Plant	16 000
Viljoenpark Bulk Water and Sanitation	8 000
Blaauwbosch Bulk Water Supply	9 000
Pipe Replacement and Upgrade	10 000
Furniture and Equipment	150
Construction of MF55 Road	4 132
Construction of MD35 Road	2 661
Construction of OA103 Road	2 739
Osizweni Water Pressure Management System	10 000
Provision of Basic Waste Supply (P46, WARD16,12,24)	6 000
Resealing of Roads Newcastle Residential Area	2 500
Resealing of Roads Newcastle West	3 500
Resealing of Roads Madadeni	2 000
Resealing of Roads Osizweni	2 000
Construction of Speed Humps	2 000
Purchase of Vehicles	2 500
Total Technical Services	104 683

TOTAL CAPITAL BUDGET	125 548
-----------------------------	----------------

COST CONTAINMENT MEASURE

The municipality adopted the its cost containment policy in the 2019/20 financial year in line with the Circular No.82 with regards to the implementation of the cost containment measures. The policy is further reviewed as part of the budget related policies in order to align with the Cost Containment Regulations. The municipality has also put measures through the curbing of unnecessary expenditure and reduction of other expenditure from the budget. This is however done without compromising service delivery and with the available cash resources.

DRINKING WATER QUALITY

The municipality complies within the required Blue Drop status in terms of the quality of water being provided to the citizens of Newcastle. Water test samples are being provided in all water storages to ensure that necessary standards is being met before water is distributed to communities.

WASTE WATER MENEAGEMENT QUALITY

The municipality complies within the required Green Drop status in terms of the quality of waste water management being provided to the citizens of Newcastle. While it is acknowledged that there is a challenge of sewer infrastructure in areas currently not zoned under Newcastle Municipality, the municipality does reach out to such areas using the VIP dislughing system. The municipality further distributes VIP toilets in areas where water-bone sewer is not yet available. The larger part of Newcastle Municipality does have the necessary sewer system.

1.4 BUDGET TABLES AND RELATED CHARTS

As attached in Annexure D - Schedule A tables

2.1 OVERVIEW OF BUDGET PROCESS

2.1.1 OVERVIEW

Budgeting is primarily about the choices that the municipality has to make between competing priorities and fiscal realities. The budget process is an effective process that every local government must undertake to ensure good governance and accountability. The process outlines the current and future direction that the municipality would follow in order to meet legislative stipulations. The budget process enables the municipality to optimally involve residents and other stakeholders in the budgeting process.

The budget preparation process is guided by the following legislative requirements:

- Municipal Finance Management Act;
- Municipal Budget and Reporting Regulations;
- Municipal Systems Act; and
- Municipal Structures Act.

Section 21 of the MFMA requires that a time schedule setting out the process to draft the IDP and the budget be tabled ten months before the financial year. In compliance with this requirement the IDP and budget time schedule was tabled before council in October 2019 due to challenges in convening the council meeting on time. The exemption for the late tabling of the timetable was submitted and approved by the KZN Provincial Treasury. The main objective of the timetable is to ensure integration between the Integrated Development Plan, the budget and aligned process towards tabling a balanced budget. The tabling of the 2020/21 Medium Term Budget for the Newcastle Municipality laid the foundation by which strategic functions within the municipality could apply sound financial planning and management over the medium to long term. It facilitated the critical alignment of planning, budgeting and sustainable service delivery in line with Newcastle's vision as enshrined in the IDP.

The purpose of the 2020/21 budget is to comply with the Municipal Finance Management Act (No. 56 of 2003) and is a financial plan to enable the municipality to achieve its vision and mission through the IDP which is informed by our five year programme and community/stakeholder inputs. The tabled budget was the start of a journey towards the final budget for approval. It

included many processes both politically and administratively, amongst others, consultations with communities in the municipal area. In February 2020 budget instructions were issued to departments by the Budget and Treasury Office. Staff budget requirements were also reviewed for budgetary purposes with an intense scrutiny of human resource needs and assessment of the critical vacancies.

A budget workshop was held during March 2020 which focused on the state of financial affairs, limited resources and how the budget will be allocated to departments. The workshop further dealt with past performance trends of operating budget and capital budget, identified budget approach going forward and set the criteria and basis to be used in the appropriating financial resources amongst municipality's functions during budget processes. Budget meetings were also held with various departments and the Management Committees to provide detailed clarity on the budget preparation. At these meetings, budget strategy, budget policies and the alignment of the budget with the IDP were discussed. The IDP's strategic focus areas informed the development of the budget, in addition to assessing the relative capacity to implement the budget, taking affordability considerations into account.

2.1.2 POLITICAL OVERSIGHT OF THE BUDGET PROCESS

The key to strengthening the link between priorities and spending plans lies in enhancing political oversight of the budget process. Strengthening the link between Government's priorities and spending plans is not an end in itself, but the goal should be enhanced service delivery aimed at improving the quality of life for all people within the municipality. Section 53(1) (a) of the MFMA, states that, the mayor of a municipality must provide political guidance over the budget process and the priorities that must guide the preparation of the budget. The Management Committee and the Executive Committee will use the budget process to advise Council accordingly in this regard. Political oversight of the budget process allows government, and in particular, the municipality to manage the tensions between competing policy priorities and fiscal realities.

2.1.3 PROCESS FOR CONSULTATIONS WITH EACH GROUP OF STAKEHOLDERS AND OUTCOMES

Local government policy and legislation put great emphasis on municipalities developing a culture of community participation and the creation of appropriate and relevant community participation

mechanisms, processes and procedures. The municipality prides itself of enjoying the reputation of actively engaging many of its citizens as possible in its planning, budgeting, implementation and monitoring processes. In order to strengthen public participation, the municipality has been rolling out its outreach programme to all wards in the municipal area, during the year.

Due to the COVID-19, the municipality was not able to conduct the physical consultation processes with the local communities, however other virtual methods of communication were used. These included radio, newspaper and zoom platforms. Accordingly, the tabling of the draft Budget in council was followed by the extensive publication of the budget documentation in the local newspapers, libraries, and all municipal public areas. Copies of the tabled budget in both electronic and printed formats were submitted to National Treasury as well as the Kwazulu-Natal Provincial Treasury and the Provincial Department of Co-operative Governance and Traditional Affairs. The tabled budget was published on the council's website. In terms of the Municipal Systems Act and in conjunction with the Municipal Finance Management Act, hearings on the budgets are planned to take place virtually prior to the final budget being adopted by council June 2020, where the Mayor officially responded to budget submissions expected to be made by various stakeholders. The key target groups for the budget hearings will include:

- Ratepayers Association
- Newcastle Business Chambers;
- Farmers Association; and
- Political Parties

2.1.4 SCHEDULE OF KEY DEADLINES RELATING TO THE BUDGET PROCESS

The budget time schedule for the compilation of the 2020/21 budget cycle was tabled in October 2019, well before the start of the budget year and in compliance with the MFMA. The plan was accordingly implemented and reviewed where considered necessary to do so.

The following table reflect the activities and key deadlines that were included in the schedule.

DATE	ACTIVITY	RESPONSIBILITY
August 2019	<ul style="list-style-type: none"> 10 months before start of the budget year: Tabling of time schedule outlining key deadlines to the municipal Council as per MFMA S21 (b). mSCOA and Budget Steering Committee meets to discuss new mSCOA requirements Roll over process begins 	Mayor/MM
September 2019	<ul style="list-style-type: none"> Advertising of budget and IDP time schedule. Conclude initial consultation and review policies, confirm priorities, identify other financial and non-financial parameters including government allocations, and the financial outlook in order to needs and to review fiscal strategies. 	MM/CFO
October 2019	<ul style="list-style-type: none"> Meeting with Mayor, Exco and Manco to discuss the strategic direction and objectives for the 2019/20 fiscal strategies and to discuss the budget preparation process of the budget framework to provide parameters and request budget inputs for 2019/2020. Compilation of Salary Budget. Assess impact on tariffs and charges. Finalize inputs from bulk resource providers (NERSA, uThukela) and agree on proposed price increase. Submit all Budget related policies for review. 	MM/BTO BTO
November 2019	<ul style="list-style-type: none"> Revenue assumptions Fixed cost projections Preparation of budget guidelines Submission of guidelines to portfolio for comments Submission of budget guidelines to EXCO for approval 	BTO/HR
December 2019	<ul style="list-style-type: none"> Submission of budget guidelines to Departments(First week) Departmental visit to departments (second week December) Budget will be captured on the financial system 	BTO
January 2020	<ul style="list-style-type: none"> Preparation of Mid-year Review Mid-year submitted to portfolio, EXCO & Council (before 25 January) Review the proposed National and Provincial allocations for incorporation into the draft budget. Report back on progress with Budget inputs. 	BTO/MANCO
February 2020	<ul style="list-style-type: none"> Finalize detailed operational and capital budget, finalize all budget related policies. Budget/IDP Strategic Workshop to discuss budget inputs, link capital and operational plans to the IDP, and determine proposed tariffs. Link all IDP projects to budget & PMS 	Extended MANCO and EXCO

DATE	ACTIVITY	RESPONSIBILITY
March 2020	Budget Workshop: <ul style="list-style-type: none"> • Discussion of budget inputs, link capital and operational plans to IDP and determine proposed tariffs. • Validation of budget on the financial system 	EXCO MANCO
March 2020	Draft Budget: <ul style="list-style-type: none"> • 90 days before the start of the budget year, Council must consider approval of the draft budget. • Submit the draft multi-term operational and capital budget and all budget related policies for approval. • Submission of approved budget both printed and electronically to COGTA, National and Provincial Treasury. • Make public notice in terms of S22, 75 of the MFMA and 21A of the Municipal Systems Act. 	MAYOR, MM, CFO
April 2020	Public Consultation Process: <ul style="list-style-type: none"> ▪ Public Consultation on draft budget throughout the municipality in terms of Chapter 4 of the Municipal Systems Act. ▪ Engagement with Provincial Treasury to discuss draft budget 	MAYOR EXCO MM CFO
May 2020	Respond to Public Comments in terms of S23 of the MFMA. <ul style="list-style-type: none"> • Response to public comments and sector comments. Incorporate recommendations into draft budget. • Bilateral engagement with Provincial Treasury. 	MAYOR BTO MM
May 2020	Approval of Final Budget – MFMA S24. <ul style="list-style-type: none"> • Approve the final multi-term operational and capital budget together with the adoption of resolutions that may be necessary. 	COUNCIL
June 2020	Publication of Annual Budget. <ul style="list-style-type: none"> • Submission of the approved budget printed and electronically to COGTA, National and Provincial Treasury, S22(b). • Make public notice in terms of S22(a), 75 of the MFMA and 21A of the Municipal Systems Act. • Validation of budget on the financial system. • Submission of locking certificate in terms of S74(1) of the MFMA. 	MM BTO

2.2. OVERVIEW ALIGNEMENT OF ANNUAL BUDGET WITH INTEGRATED DEVELOPMENT PLAN

The municipality's Integrated Development Plan (IDP) is its principal strategic planning instrument, which guides and informs its on-going planning, management and development actions. The IDP represents the municipality's administration's commitment to exercise its executive authority (except in cases where it is in conflict with national or provincial legislation, in which case such legislation prevails), and is effectively the local government's blueprint by which it strives to realise its vision for Newcastle in the short, medium and long term. However, while the IDP represents the strategic intent of the municipality, it is also compiled with the understanding that a number of challenges will need to be overcome in order to achieve the strategic objectives it sets out. Some of these challenges are known, while others are as yet unknown and may arise at any time due to any number of local, national and international economic, political or social events.

2.2.1 KEY NATIONAL AND PROVINCIAL GUIDING DOCUMENTS

To ensure that the municipality is a more responsive, efficient, effective and accountable local government, we will outline, precisely how we intend to translate our long term 2035 Municipality Vision into an effective plan that aligns the municipal budgets, monitoring and evaluating mechanisms as well as timeframes for delivery. The municipality has taken the strategic direction to achieve closer alignment between the Long Term Development objectives and its IDP. The development of the strategic approach for the municipality is guided by – but not limited to – the following;

National Development Plan (Vision 2030)

The intention of this plan is to improve service delivery for citizens of South Africa, whilst integrating national, provincial and local policies and programmes into a single, target orientated and long term based plan. In this plan a collective approach of improving the lives of the citizens is applied, and communities themselves have a role to play in this regard. The Spatial component of the NDP which is the Integrated Urban Development Framework provides a macro spatial context for urban development at a national level.

Delivery Agreement Outcome 9

The aim of Delivery Agreement: Outcome 9 is to ensure a responsive, accountable, effective and efficient local government system so as to restore the confidence of citizens in the local government sphere. As such municipalities need to ensure that the basic needs of communities are met; build clean, effective, efficient, responsive and accountable local government; improve performance and professionalism and strengthen partnerships between local government, communities and civil society. Whilst primarily there is a reporting line to Outcome 9, the municipality also reports on Outcome 8 which concentrates on human settlements.

National Priorities: SONA (State of the Nations Address 2020)

The State of the Nation address for the 2020 confirmed the President Cyril Ramaphosa's commitment to economic growth and strengthening of state capacity to deal with improving the living conditions of the people of South Africa. The President admitted that the country is facing serious challenges but said action was being taken to address them. The following are some key points from the State of Nation Address:

- On education, the government will introducing coding and robotics in Grade R to 3 in 200 schools, with the plan to implement it fully by 2022;
- On policing, the graduation of 5000 police trainees last year, 7000 new police trainees have been enlisted this year to strengthen local policing;
- On housing, the social housing programme to build rental housing for low income families is at implementation stage;
- On unemployment, government will begin the implementation of the Presidential Youth Employment Intervention with six priority actions over the next five years to reduce youth unemployment;
- On NHI, more than 44 million people have already been registered at over 3000 clinics in the electronic Health Patient Registration System;
- On land, around 700 000 hectares of state land will be released for agricultural purposes;
- On data, the competition authorities are working towards a resolution with the large mobile operators to secure deep cuts to data prices across pre-paid monthly bundles;
- On energy, government will also put measures in place to enable municipalities in good financial standing to procure their own power from Independence Power Producers;
- On SOEs, in consultation with the Presidential SOE Council, government will undertake a process of rationalisation of our SOEs.

Towards an Integrated Urban Development Framework

A key objective of government is to facilitate economic growth, job creation and reduce poverty and income inequality. The framework for integrated urban development is a key governmental initiative to realise this objective because it leverages the potential of our cities and towns, which are South Africa's engines of growth and job creation. Urban areas offer the advantages of economic concentration, connectivity to global markets, the availability of new technologies and the reality of knowledge economies. Given the challenges that urban areas face, there is a need to forge a sustainable growth vision for our urban and rural spaces that will guide our development priorities and choices. As such the framework begins to identify key levers.

Provincial Priorities (State of the Province Address)

The Premier, Honourable Sihle Zikalala, highlighted key intervention areas for the province that would influence the IDP for municipalities. In the SOPA the alignment of the IDP, PGDS and the NDP were stressed. In the speech the KZN Premier listed the priority Interventions which remain the foundation of the Provincial Growth and Development Plan. The Interventions are:

- Provision of basic services, especially access to clean portable water
- Job creation, especially for youth
- Growing the provincial economy
- Growing the SMMEs and cooperatives
- Improving education, health and skills development
- Providing human settlements and sustainable livelihoods
- Building a peaceful province
- Build a caring and incorruptible government.

The Premier also stressed on the alignment of all the above interventions with a view to create a progressive and a viable province aimed at achieving national strategies. The alignment of the provincial action plan with the President's State of the Nation Address remain the priority of the provincial government of KwaZulu Natal.

Provincial Growth and Development Strategy

In line with the National vision 2030, the Provincial Growth and developmental Strategy will ensure economic growth and improved quality of life in KwaZulu-Natal. An integrated service delivery mechanism will be applied by various stakeholders in an effort to create employment opportunities, skills enhancement, effective and efficient governance, human and community

development, improved infrastructure and adequate utilization of spatial form. The PGDS is currently under review to ensure that the plan meets the objectives of the National Planning Commission as well as the SDG's.

Long Term Development Framework

Many town and cities around the world are competing with one another on the local global open market to become economically competitive and in doing so, are inadvertently creating unsustainable environments. Against this background then, it is clear that the municipality has indeed a direct role to play in the facilitation and management of long-term planning and development processes that consider the issue of sustainability.

2.2.2 DEVELOPMENT CHALLENGES

Significant strides have been made to address the key development challenges in the municipality. While significant progress has been made in all areas, there is still some distance to go towards addressing the following challenges:

- High rates of unemployment and low economic growth;
- High levels of poverty;
- Low levels of skills development and literacy;
- Limited access to basic household and community services;
- Increased incidents of HIV/AIDS and communicable diseases;
- Unsustainable developmental practises;
- Ensuring adequate energy and water supply;
- Infrastructure degradation;
- Ensuring financial sustainability;
- Ineffectiveness and inefficiency of inward-looking local government still prevalent in the municipality.

The essence of the Newcastle Municipality's IDP is to achieve a balance between meeting basic needs, strengthening the economy and developing people skills and a technology base for the future.

2.2.3 MUNICIPAL STRATEGIC PRIORITY AREAS

In order to achieve our vision and to address the development challenges, there are a number of key strategic priority areas which need to be taken into consideration. These priorities lead to the creation of structures which support, house and associate other actions and activities – the building blocks around which actions and prioritisation take place. It also acts as a point of leverage for creating a sustainable municipality that is caring and liveable.

2.2.4 POLITICAL PRIORITIES AND LINKAGES TO THE IDP

The IDP is an all-encompassing plan which provides the framework for development within a municipality. It aims to co-ordinate the work of local and other spheres of government in coherent plans to improve the quality of life for all the people living in the area. All operating and capital programs in the 2020/21 medium-term budget have been assessed through a prioritisation mechanism that was developed to ensure that there is alignment to the development strategy of the municipality. The IDP formed the basis of the priorities identified in the strategic plan and all resources are focused on the achievement of the priorities. The Mayor, Ward councillors, ward committees, and the full council full an active part in the community based planning and ensuring that budget takes to the priorities of the IDP.

2.2.5 IDP OVERVIEW

The Municipal Systems Act requires that each Municipality prepare an Integrated Development Plan to serve as a tool for transforming local governments towards facilitation and management of development within their areas of jurisdiction. The IDP is a five year plan whose principal purpose is to ensure the development of the local community in an integrated manner which involves strategic business units within the municipality, relevant strategic stakeholders and the community. This draft IDP marks the new 4th generation of the five years period of the new Council which occupied office in August 2016.

2.2.6 IDP PROCESS AND STAKEHOLDER PARTICIPATION

The IDP is prepared every five years and reviewed yearly to inculcate a democratic approach to local governance by ensuring all stakeholders get an opportunity to voice their opinions in influencing the shape, form, direction and pace of development in their localities. The

municipality is committed to addressing the needs of the people and values the inputs from communities and stakeholders. The IDP draft process plan for 2020/2021 was presented to the Executive Committee and is included in the draft IDP for consideration. The plan specified timeframes, actions and procedures and appropriate mechanisms for public participation and alignment.

The fourth generation of Newcastle's Integrated Development Plan (IDP) was initiated in 2016 and seeks to address community needs and how the municipality will achieve same over the next five years. As set out in the Municipal Systems Act (2000), a stakeholder consultation process is necessary. Of critical importance is for the municipality to ensure that there is thorough consultation with the community and strategic stakeholders. The review of the five year plan in 2020/21 has provided further opportunity for the citizens to actively participate in the development of the IDP.

2.2.7 LINK BETWEEN THE IDP AND THE BUDGET

In compliance with the Municipal Structures Act (1998) and Municipal Financial Management Act (2003), our municipal budget is informed and aligned to the IDP objectives. The IDP determines and prioritises the needs of the community. The budgetary allocations for both the capital and operating expenditure are undertaken in a manner that will not only ensure that our IDP outcomes are achieved but also to ensure that our municipality's 2035 vision is realised. The 2020/21 Annual Budget has therefore been directly informed by the revised 4th generation IDP process.

We have come a long way in capital budgeting – away from departmental budgeting. Based on such nationally developed models, the municipality is able to link its budget with its programmes, and is able to adequately spread its capital budget geographically as well in accordance with the IDP. In terms of the operating budget we have made excellent progress but are now more committed than ever to ensure that critical operating budget resources are prioritised in terms of stated IDP outcomes. More importantly, the Performance Management System (PMS) allows the municipality an opportunity to monitor and evaluate organisational performance in meeting our IDP outcomes and vision. As with previous year's, our IDP remains the strategic driver of both our budget and performance management system.

2.3. MEASURABLE PERFORMANCE OBJECTIVES

2.3.1 KEY FINANCIAL RATIOS / INDICATORS

The benchmarks reflected in the table below are based on the actual audited results of the municipality for the 2018/19 financial year:

Financial Benchmark	Basis of calculation	2018/2019
Debt to Asset Ratio	Total debt / Total Assets	0,052
Debt to Revenue	Total debt / Total Income	32%
Average Interest Paid on Debt	Interest Paid / Total Interest Bearing Debt	9.3%
Capital Charges to Operating Expenditure	Interest and Principal Paid / Operating Expenditure	22%
Interest as a % of Operating Expenditure	Interest Paid / Operating Expenditure	3.7%
Current Ratio	Current Assets / Current Liabilities	0.85
Creditors System Efficiency	% of Creditors paid within terms	74%
Electricity Distribution Losses	Total units purchased less units sold / Total units purchased	5%
Water Distribution Losses	Total units purchased less units sold / Total units purchased	46%

The financial benchmarks reflected in the table indicate a favourable financial state, however, one needs to indicate that the bulk of assets of the municipality include Property Plant and Equipment, as well as consumer debtors, which the municipality is struggling to convert into liquid cash.

Debt to Asset Ratio:

The ratio indicate the leverage ratio that defines the total amount of debt to assets. The ratio of 0.052 indicates the ability of council total debtors to cover for total liabilities.

Debt to Revenue:

The ratio indicate the extent of total borrowings in relation to total operating revenue. The purpose of to provide assurance that sufficient revenue will be generated to repay liabilities.

Capital charges to Operating Expenditure:

Capital charges to operating expenditure (the measure of cost of borrowing in relation to the operating expenditure) compares favourably to the acceptable norm of around 6%.

Current ratio:

This ratio measures the short-term liquidity, that is, the extent to which the current liabilities can be paid from the current assets. The higher the ratio, the healthier is the situation. The ratio of 0.85 : 1 is below the norm of 1.5 and indicates that the municipality's current assets are not adequate to cover for short term liabilities. This is a clear indication that the municipality facing serious cash-flow challenges.

2.3.2 FREE AND SUBSIDISED BASIC SERVICES

Municipalities play central role in supporting economic development and alleviating poverty. The provision of basic services is a critical input to social well-being and economic activity. Newcastle Municipality comprises both rural and urban areas as well as wide spread of income groups. Due to variation in living environment, the municipal area has a number of households who currently do not have access to all services.

The basic social package is an affirmation of the municipality's commitment to push back the frontiers of poverty by providing a social welfare to those residents who cannot afford to pay, because of adverse social and economic realities. The social package will also assist the municipality in meeting its constitutional obligations. The estimated cost of social package amounts to R98.7 million for the 2020/21 budget year.

Details of initiatives carried out by Newcastle Council in this regard are detailed below:

Service	Social Package	Million (R)
Assessment Rates	All residential property owners are exempt from paying rates on the first R85,000 of the property value. Indigent residents will receive 100% rebates on rates.	62.7
Water	The first 6kl of water is free to all residents qualified as indigents in terms of the policy	6.0
Electricity	The first 50kwh of electricity is free to all residents qualified as indigents in terms of the policy	8.1
Refuse	Refuse is free to all residents qualified as indigents in terms of the policy	11.0
Sewer	Sewer is free to all residents qualified as indigents in terms of the policy	10.7
Indigent Support		98.7

The cost of indigent benefit to the tune of R49.1 million is funded from the equitable share provided by the National Government, which amount is based on the estimated $\pm 7\ 300$ number of indigents currently in the Indigent Register. The assistance to the qualifying households is regulated by Council budget related policies which are reviewed annually based on modelling the impacts of the tariffs on all residential properties. An additional R49.1 in respect of rates rebates will be funded internally by the municipality and will be recognised as revenue foregone in the 2020/21 budget.

2.4 OVERVIEW OF BUDGET RELATED POLICIES

The MFMA and the Municipal Budget and Reporting Regulations require budget related policies to be reviewed, and where applicable, to be updated on an annual basis. The main purpose of budget related policies is to govern and guide the budget process and inform the projections of the medium term budget.

2.4.1 APPROVED POLICIES

The following budget-related policies have been approved by Council and no amendments have been done:

- Petty Cash Policy
- Borrowing Policy
- Tariff Policy
- Supply Chain Management Policy

2.4.2 DRAFT POLICY AND POLICIES REVIEWD

The following policies have been amended and/or reviewed and attached with the budget for consideration.

- Budget Policy
- Cash and Investment Management Policy
- Short-term Insurance Policy
- Cost containment Policy
- Asset Management Policy
- Funding and Reserves Polity
- Loss Control Policy
- Virement Policy
- Rates policy
- Indigents policy
- Debt write-off Policy
- Credit Control and Debt Collection Policy

2.4.3 RATES POLICY

As required in terms of section 5 of the MPRA, the Rates Policy has been reviewed for the 2020/21 financial year. The policy is to be amended with the current budget prior to implementation.

2.4.4 CREDIT CONTROL AND DEBT COLLECTION POLICY

The primary objective of the policy is to ensure that all monies due and payable to the municipality in respect of services are collected efficiently and promptly. As required in terms of sections 97 of the Municipal Systems Act, the credit control and debt collection policy for the 2020/2 financial year has been reviewed and is to be adopted with the current budget.

2.4.5 TARIFF POLICY

The Municipal Systems Act requires a municipality to have a Tariff Policy on the levying of fees for municipal services provided by the municipality itself or by way of service delivery, and which complies with the provisions of that Act, the MFMA and other legislation. Accordingly, a Tariff Policy which is attached with the budget for Council adoption. No amendments have been made to the Tariff Policy.

2.5 OVERVIEW OF BUDGET ASSUMPTIONS

Budget assumptions and parameters are determined in advance of the budget process to allow budgets to be constructed to support achievement of the long-term financial and strategic targets. The assumptions and principles applied in the development of this budget are mainly based upon the guidelines from National Treasury and other external bodies such as NERSA, SALGA, Government Departments and the major service providers. A number of assumptions that guide growth parameters have been built around the projected increase in the inflation (CPI), being 4.6% for the 2019/20 financial year.

OPERATIONAL BUDGET

The municipal fiscal environment is influenced by a variety of macroeconomic control measures. National Treasury determine the ceiling of year-on-year increases in the total operating budget, whilst NERSA regulates electricity tariff increases. Various government departments also effect municipal service delivery through the level of grants and subsidies.

The following key assumptions underpinned the preparation of the medium term budget. Revenue are projected to increase by the following percentages:

Revenue source	2020/2021	2021/2022	2022/2023
Property rates	5%	5%	5%
Electricity	6.22%	8%	8%
Water	5%	5%	5%
Sanitation	5%	5%	5%
Waste/Refuse	5%	5%	5%
General Sources of Revenue	5%	5%	5%

Over the years, the municipality has been increase tariffs for rates, service charges and sundry services for more than 7%. Guided by the National Treasury and the current economic climate, the tariffs for 2020/21 for 5% for rates, water, sewer, refuse and sundry services. The tariff increase of 6.22% for electricity is based on the NERSA approval of the Municipal Tariff increase guideline.

The projected increases in the expenditure items are as follows:

Revenue source	2020/2021	2021/2022	2022/2023
Employee related costs	6.25%	7%	7%
Remuneration of councillors	6%	6%	6%
Electricity budget purchases	6.9%	8%	8%

The increase in employee related costs is based on the South African Local Government Bargaining Council multi-year wage agreement. The projected increases in the upper limits of councillors is based on the upper limits for the remuneration of councillors for the current financial year, and the 6% estimated increase during the 2020/21 financial year. The tariff increase of 6.9% is based on the NERSA's approval of the tariff hike increase for ESKOM bulk electricity purchases. Where there are significant changes from what is been projected, the municipality may consider tabling an adjustment budget or accordingly correct in the final budget is still practical.

Expenditure in respect of repairs and maintenance, contracted services and general expenses has been zero-based but limited to the available funding. While it is acknowledged that the costs of providing such goods and services may be more or less than what is projected, the municipality will however employ stringent budget monitoring and control measures to ensure that the municipality operates with the approved budget on these items. Also, the municipality has been very effective in ensuring that expenditure is prioritised and reallocated on service delivery functions, such as the repairs and maintenance.

CAPITAL EXPENDITURE

The municipality's capital expenditure has been funded from a mix of government grants and internally generated funds. About R90.5 million is expected to be received from government grants and the balance of R35.0 million from internally funds. Based on DORA and the provincial gazette, it is expected that all grants appropriated in the medium term budget will made available by the National and Provincial governments. Where grants are withheld or additional grants made available during the budget year, such will be addressed by way of an adjustment budget. Internally generated funds is expected to be realised from refunds which will be claimed from the SARS capital VAT input as well as from the disposal of the municipal land or properties.

2.6 OVERVIEW OF FUNDING THE BUDGET

FISCAL OVERVIEW

Although the financial profile of the municipality is not healthy and liquid due to commitments from the previous financial years, the municipality has ensured that realistic revenues and affordable expenditure are projected in the medium term budget. This has been achieved through the following measures:

- Funded budget to be generated during the budget and the MTREF periods. Currently no reserves are available to supplement funding of both operating and capital budgets.
- Measures will be made that the municipality operates within the budget as approved by Council. There is no intention to incur unauthorised expenditure.
- The municipality will ensure that it strives to develop and maintain a positive cash and investment position (cash and cash equivalents).

FUNDING OF CAPITAL BUDGET

The capital budget is funded mainly from allocations to be made to the municipality by National and Provincial governments in the form of grants, as well a minor portion to be generated internally. No external loans will be taken by the municipality to fund its capital programme. Furthermore, no reserves are available or earmarked for the purpose of funding the capital budget.

The municipality has appropriated R90.5 million from grant receipts to fund the capital budget, both from National and Provincial Governments. This amount is made up of MIG, WSIG, NDPG as well as provincial allocations from the Departments of Sports and Recreation. R35 million worth of projects will be funded from internal funds to be generated through Vat refunded on conditional grants as per Circular 58 of the MFMA, and the sale of municipal properties.

FUNDING OF OPERATING BUDGET

Funding of operational budget is achieved through various sources of revenue, the major ones being service charges of electricity, water, sanitation, refuse, property rates as well as grants and subsidies from National and Provincial governments. The municipality is expecting to collect R318 million

from property rates, R832 million from services charges, R662 million from operating grants, R2.4 million from interest income, R27 million from other revenue. These collection will assist with the payment of expenditure which is expected to be raised during 2020/21. A further amount of R83.7 million is expected to be collected from arrear consumer debtors (R31.6 million), disposal of property (R18 million) and received from vat refunds (R34.1 million). This amount is expect to assist with the payment of the outstanding Eskom debt and capital loan repayment of R30 million and 28.7 million respectively. The municipality is also planning to put aside about R72.2 million in respect of the unspent condition grants (R33.4 million), Housing Development Fund (R28.5 million) and Leave provision (R10.2 million). Given the above, the municipality is expecting to achieve a fully funded budget with a cash surplus of about R1 million at the end of the financial year.

It is anticipated that the above funding sources for operating and capital expenditure will be adequate to fully fund the budget. The total revenue or funding for both operating and capital is projected at R2.076 billion, while total payments are projected at R2.040 billion. The following is the summary of projected receipts and payments for the 2020/21 financial year:

ITEM	CASHFLOW 2020 2021
OPERATING RECEIPTS	
FINES	(3 409 745)
INTEREST: EXTERNAL INVESTMENTS	(2 496 963)
INTEREST: OUTSTANDING DEBTORS	-
LICENCES	(3 945)
OTHER REVENUE	(15 861 841)
PROPERTY RATES	(318 057 969)
RENTAL	(8 495 083)
SERVICE CHARGES: WATER	(106 736 992)
SERVICE CHARGES: ELECTRICITY	(598 844 393)
SERVICE CHARGES: REFUSE	(61 085 123)
SERVICE CHARGES: SANITATION	(65 621 881)
GRANTS AND TRANSFERS	(662 833 005)
TOTAL REVENUE	(1 843 446 940)
OPERATING PAYMENTS	
BULK PURCHASES - ELECTRICITY	534 445 230
BULK PURCHASES - WATER	126 225 734
CONTRACTED SERVICES	168 286 010
COUNCILLORS REMUNERATION	28 455 636
DEBT IMPAIRMENT	-
DEPRECIATION	-
EMPLOYEE RELATED COST	594 316 084
ESKOM DEPARTMENTAL SERVICES	16 460 182
FINANCE CHARGES	41 881 638
MATERIAL	4 558 579
OTHER EXPENDITURE	174 423 286
REPAIRS & MAINTENANCE	94 654 327
TOTAL EXPENDITURE	1 783 706 706

(SURPLUS)/DEFICIT	(59 740 234)
OPENING BALANCE	(28 060 000)
RECEIPTS FROM ARREAS	(31 620 000)
RECEIPTS FROM VAT REFUNDS	(34 174 589)
PROCEEDS ON ASSETS DISPOSAL	(18 000 000)
INCREASE IN CONSUMER DEPOSITS	(2 000 000)
CAPEX GRANT FUNDING	(90 547 994)
CAPITAL EXPENDITURE	125 547 994
LOAN REDEMPTION	28 756 915
ESKOM DEBT	30 000 000
B7 POSITION	(79 837 908)
CALL INVESTMENTS	(28 519 000)
UNSPENT CONDITIONAL GRANTS	33 439 000
HOUSING DEVELOPMENT FUND	28 519 000
OTHER PROVISION (LEAVE, ECT)	10 294 000
B8 POSITION	(36 104 908)

COLLECTION RATES FOR EACH REVENUE SOURCE

In accordance with the relevant legislation and national directives, the municipality's projected revenue collection rates as based on realistic and sustainable trends. The rate of revenue collection is the cash collected from consumers expressed as the percentage of the amount billed.

The average collection rates for 2020/21 have been projected as follows:

Revenue Source	Average 2020/2021
Property rates	83.4%
Electricity	96.9%
Water	54.3%
Sewer	50.7%
Refuse	57.1%

The total average collection rate is projected at an average of at least 81% and is based on the combination of actual collection rates achieved to date, and is the estimated outcome for the current financial period. The intervention of council through the intensive scheme and the consumer outreach programmes which are aimed at encouraging and building the culture of payment of services is expected to improve the payment factor by even a larger margin than currently projected.

The credit control measure of service disconnection is being applied on consumers whose electricity is supplied by the municipality. A programme of water meter testing is currently underway in order to identify unmetered water supply and encourage the payment of services. By and large, these are areas from which a substantial and long overdue debtors of the municipality is being owed. The water meter testing programme is expected to improve the collection of outstanding debtors, and to build a culture of payment. It will also assist the municipality to clean-up its indigent register by identifying those consumers who can and those who cannot afford to pay.

2.7 GRANT ALLOCATIONS AND PROGRAMMES

Municipalities play a critical role in furthering government's objective of providing services to all, while facilitating local economic development. Local government conditional grants are being reformed to provide targeted support to different types of municipalities.

The following are the projected grants allocations to the municipality in terms of the 2020 Division of Revenue Act have been included in the medium term budget.

National allocations

Grant Name	Draft Budget 2020/2021 '000	Draft Budget 2021/2022 '000	Draft Budget 2022/2023 '000
Equitable Share	403 064	435 540	466 146
Finance Management Grant	1 700	1 700	1 900
Expanded Public Works Programme	2 895	-	-
Municipal Infrastructure Grant	111 804	121 815	129 141
Water Service Infrastructure Grant	35 000	40 000	45 400
Electrification	12 000	10 000	10 000
Energy Efficiency and Demand Mgmt	-	4 000	4 000
Municipal System Improvement Grant	1 500	1 500	500
TOTAL	567 963	614 555	657 087

Provincial allocations

Grant Name	Draft Budget 2020/2021 '000	Draft Budget 2021/2022 '000	Draft Budget 2022/2023 '000
Accreditation Grant (Operational)	3 839	3 839	3 839
Accreditation Grant (Capital) Housing Projects	170 140	124 462	100 843
Title Deed	3 000	-	-
Spatial Development	1 500	1 000	-
Art & culture Museum	407	429	449
Art & Culture Provincialisation of libraries	6 729	6 757	6 992
Art & culture Community library	2 312	2 475	2 595
TOTAL	187 927	138 962	114 718

2.8 ALLOCATIONS AND GRANTS MADE BY NEWCASTLE MUNICIPALITY

No grants will be paid by the municipality to other organs during the medium-term budget.

Please refer to tables A 21 of Schedule A.

2.9 COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

Please refer to tables SA22 and SA24 of Schedule A

2.10 MONTHLY TARGETS FOR REVENUE, EXPENDITURE AND CASH FLOWS (Table 15a)

Please refer to table SA25 to SA30 of Schedule A

2.11 ANNUAL BUDGET AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN – INTERNAL DEPARTMENTS

The SDBIP will be submitted separately.

.

2.12 ANNUAL BUDGET AND SERVICE DELIVERY AGREEMENTS – MUNICIPAL ENTITIES AND OTHER EXTERNAL MECHANISMS

Municipal Entities

The agreement in currently in force in the following brief details:

- (a) Name of Entity : Uthukela Water (Pty) Ltd
- (b) Period of agreement : 30 years
- (c) Service provided : Water and sanitation
- (d) Expiry date : 24 May 2034

The Entity is currently under Provincial Administration and being investigated in terms of section 78 of the Municipal Systems Management Act, 32 of 2000.

2.13 CONTRACTS HAVING FUTURE BUDGETARY IMPLICATIONS

In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework unless section 33 of the MFMA has been complied with.

In ensuring adherence to this time frame limitations, all reports submitted to either Bid Evaluation or Bid Adjudication Committees must obtain financial comments from the Budget and Treasury Office.

2.14 CAPITAL EXPENDITURE DETAILS

Please refer to Annexure A5 of Schedule A

2.15 LEGISLATION COMPLIANCE STATUS

DISCLOSURE ON IMPLEMENTATION OF MFMA AND OTHER LEGISLATION

Compliance with the MFMA implementation requirements has been substantially adhered to through the following activities:

BUDGET AND TREASURY OFFICE

The Budget and Treasury Office has been established in accordance with the MFMA.

BUDGET

This draft annual budget has been crafted taking into account MFMA, Municipal Budget and Reporting Regulations, and National Treasury circulars into account. Budgets are being tabled, adopted and submitted to National and Provincial Treasuries within the required legislative frameworks.

IN-YEAR MONITORING

100% compliance with regards to monthly, quarterly, mid-year and annual reports to Council, Provincial and National Treasuries.

IDP

The 2020/21 to 2022/23 Budget Process has been prepared to align with the Budget in accordance with the MFMA and the Municipal Systems Act requirements.

ANNUAL REPORT

The 2018/19 Annual Report has been developed taking into account the MFMA and National Treasury requirements. The report was noted by Council at its meeting held on 25 January 2020 and entered the public participation phase for comments immediately thereafter.

AUDIT COMMITTEE

The audit Committee, an independent external committee, provides an oversight function over the financial management and performance of the municipality.

MUNICIPAL PUBLIC ACCOUNTS COMMITTEE

The committee ensures that the administration and municipal entity are held accountable for their management of municipal funds and assets, and to ensure the efficient and effective utilisation of council resources.

MUNICIPAL STANDARD CHART OF ACCOUNTS

As all municipalities are required by National Treasury to be fully mSCOA compliant as of 01 July 2017, the municipality 95% ready to comply with this requirement. The following is the progress on the implementation of mSCOA thus far:

- The mSCOA champion has been appointed
- Steering committee has been established
- Implementation Plan developed
- Proof of concept has been presented to NT
- Data clean-up issues has been identified and resolved
- Changes to chart are attended to on an on-going basis
- System are currently in the process of being integrated
- The municipality went live on 01 July 2017, but still cleaning up as per developments
- Projects has been identified and linked in terms of the IDP and the budget.
- The municipality is addressing issues integration of systems
- The municipality is addressing challenges on alignment between budget schedules and data strings

2.16. ANNUAL BUDGET OF MUNICIPAL ENTITY ATTACHED TO THE MUNICIPALITY'S ANNUAL BUDGET

The budget of the Entity Uthukela Water has not yet been received for Council consideration. A provision of R126.2 million has however been made in the annual budget.

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, MJ Mayisela, the Acting Municipal Manager of **Newcastle Municipality**, hereby certify that the annual budget and supporting documentation of the 2020/21 Operating and Capital Budget have been prepared in accordance with the Municipal Finance Management Act, 56 of 2003, and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name : MAYISELA M J

Acting Municipal Manager of : NEWCASTLE MUNICIPALITY

Signature : 

Date : 23-06-2020

ANNEXURE: D
SCHEDULE A BUDGET TABLES

KZN252 Newcastle - Table A1 Budget Summary

Description	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousands										
Financial Performance										
Property rates	232,286	252,934	287,110	313,499	318,139	318,139	318,139	396,522	367,314	389,353
Service charges	948,273	962,401	1,003,885	1,192,753	964,564	964,564	964,564	1,015,136	1,173,261	1,296,043
Investment revenue	4,505	4,826	4,961	4,041	2,356	2,356	2,356	2,497	2,647	2,806
Transfers recognised - operational	527,822	365,726	498,547	431,718	588,769	588,769	588,769	662,833	620,150	675,031
Other own revenue	37,579	40,372	48,384	60,714	58,022	58,022	58,022	43,701	46,299	49,077
Total Revenue (excluding capital transfers and contributions)	1,750,466	1,626,259	1,842,887	2,002,724	1,931,849	1,931,849	1,931,849	2,120,688	2,209,670	2,412,308
Employee costs	495,757	538,871	557,861	591,321	573,066	573,066	573,066	594,312	642,525	697,933
Remuneration of councillors	20,389	21,527	24,657	26,845	26,845	26,845	26,845	28,456	30,163	31,973
Depreciation & asset impairment	472,110	452,759	361,880	491,982	396,592	396,592	396,592	420,387	445,611	472,347
Finance charges	65,784	35,355	61,665	45,042	45,042	45,042	45,042	42,882	45,114	42,088
Materials and bulk purchases	560,778	537,642	530,186	688,384	621,959	621,959	621,959	665,230	751,607	852,018
Transfers and grants	-	-	-	-	-	-	-	-	-	-
Other expenditure	478,007	511,520	469,721	561,134	691,942	691,942	691,942	646,208	689,185	735,988
Total Expenditure	2,092,826	2,097,674	2,005,971	2,404,708	2,355,445	2,355,445	2,355,445	2,397,474	2,604,205	2,832,347
Surplus/(Deficit)	(342,360)	(471,415)	(163,084)	(401,983)	(423,596)	(423,596)	(423,596)	(276,785)	(394,535)	(420,038)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	158,481	127,639	173,189	122,596	122,596	122,596	90,548	118,815	125,127
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)
Capital expenditure & funds sources										
Capital expenditure	219,406	179,893	158,893	207,119	165,199	165,199	165,199	125,548	129,815	144,127
Transfers recognised - capital	196,312	158,481	127,639	173,189	122,596	122,596	122,596	90,548	118,815	125,127
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	23,094	21,412	31,254	33,930	42,604	42,604	42,604	35,000	11,000	19,000
Total sources of capital funds	219,406	179,893	158,893	207,119	165,199	165,199	165,199	125,548	129,815	144,127
Financial position										
Total current assets	572,491	794,427	804,211	545,166	414,812	414,812	414,812	499,966	564,449	626,901
Total non current assets	7,738,790	7,396,359	7,186,662	7,233,866	7,150,310	7,150,310	7,150,310	7,212,080	7,619,087	8,051,379
Total current liabilities	547,921	533,860	858,485	471,356	428,557	428,557	428,557	429,185	472,244	492,974
Total non current liabilities	606,837	597,335	559,614	493,946	839,498	839,498	839,498	583,382	618,384	655,488
Community wealth/Equity	7,156,524	7,059,591	6,572,774	6,813,729	6,297,068	6,297,068	6,297,068	6,699,479	7,092,907	7,529,819
Cash flows										
Net cash from (used) operating	233,689	209,574	120,217	155,153	134,756	134,756	134,756	150,288	149,818	145,503
Net cash from (used) investing	(219,406)	(155,174)	(168,893)	(107,299)	(93,098)	(93,098)	(93,098)	(107,548)	(103,015)	(104,827)
Net cash from (used) financing	(8,347)	(47,889)	(9,064)	(25,242)	(23,598)	(23,598)	(23,598)	(26,757)	(29,884)	(30,106)
Cash/cash equivalents at the year end	50,508	57,019	9,724	32,414	28,060	28,060	28,060	44,043	60,962	71,533
Cash backing/surplus reconciliation										
Cash and investments available	50,508	57,019	9,724	32,414	28,060	28,060	28,060	72,553	91,183	103,567
Application of cash and investments	74,989	(25,647)	127,909	(2,539)	67,748	67,748	67,748	36,457	39,662	42,717
Balance - surplus (shortfall)	(24,482)	82,667	(118,185)	34,953	(39,688)	(39,688)	(39,688)	36,096	51,521	60,850
Asset management										
Asset register summary (WDV)	5,599,773	6,913,699	6,734,172	7,233,866	6,888,138	6,888,138	6,888,138	6,638,512	7,036,823	7,459,032
Depreciation	472,111	452,759	361,880	491,982	396,592	396,592	396,592	420,387	445,611	472,347
Renewal and Upgrading of Existing Assets	48,356	82,490	72,583	42,361	66,575	66,575	66,575	83,477	80,615	77,427
Repairs and Maintenance	85,654	121,344	85,873	118,817	84,469	84,469	84,469	96,637	112,643	129,475
Free services										
Cost of Free Basic Services provided	135,721	76,969	37,450	37,450	37,450	37,450	35,967	35,967	38,125	40,413
Revenue cost of free services provided	23,786	30,062	22,463	27,929	71,861	71,861	76,214	76,214	66,550	70,542
Households below minimum service level										
Water:	7	7	8	290	290	290	307	307	324	341
Sanitation/sewerage:	26	26	27	29	29	29	31	31	33	34
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	71	71	71	31	31	32	34

KZN252 Newcastle - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1									
Revenue - Functional										
<i>Governance and administration</i>		363,804	360,307	409,524	437,202	429,297	429,297	515,968	495,441	548,477
Executive and council		8,514	11,473	14,638	10,474	7,805	7,805	8,310	8,891	9,165
Finance and administration		355,290	348,834	394,886	426,728	421,492	421,492	507,658	486,551	539,312
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		21,946	32,639	56,195	43,430	141,959	141,959	202,896	140,769	148,320
Community and social services		8,865	18,274	35,506	8,418	8,835	8,835	9,917	10,097	10,265
Sport and recreation		501	541	1,127	8,991	707	707	697	738	783
Public safety		4,528	6,942	8,524	11,103	13,501	13,501	14,176	15,027	15,929
Housing		7,991	6,836	11,011	14,917	118,857	118,857	178,045	114,842	121,275
Health		61	47	27	1	58	58	61	64	68
<i>Economic and environmental services</i>		89,083	109,277	145,344	198,402	51,678	51,678	73,475	71,677	87,671
Planning and development		35,070	70,898	26,161	78,352	8,694	8,694	42,324	33,477	46,971
Road transport		54,012	38,379	119,183	120,050	42,984	42,984	31,151	38,200	40,700
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		1,275,500	1,282,385	1,359,319	1,496,704	1,431,352	1,431,352	1,418,730	1,620,422	1,752,780
Energy sources		679,610	718,633	708,486	886,803	821,604	821,604	698,157	836,170	932,940
Water management		298,736	290,791	328,148	370,423	296,893	296,893	347,971	384,863	399,797
Waste water management		184,598	176,687	200,996	119,010	192,705	192,705	237,307	255,172	269,719
Waste management		112,557	96,274	121,688	120,468	120,150	120,150	135,295	144,217	150,324
<i>Other</i>	4	134	132	144	174	159	159	167	177	187
Total Revenue - Functional	2	1,750,466	1,784,740	1,970,526	2,175,913	2,054,445	2,054,445	2,211,236	2,328,485	2,537,435
Expenditure - Functional										
<i>Governance and administration</i>		420,546	541,588	430,746	422,161	413,485	413,485	472,252	485,368	511,144
Executive and council		161,811	190,702	80,413	103,238	81,790	81,790	70,540	95,682	102,549
Finance and administration		258,735	350,886	350,334	317,102	329,881	329,881	393,755	387,576	406,318
Internal audit		-	-	-	1,820	1,814	1,814	7,956	2,110	2,276
<i>Community and public safety</i>		242,865	181,581	226,089	262,541	323,317	323,317	300,685	346,802	373,363
Community and social services		89,993	26,192	29,949	85,903	35,106	35,106	38,388	37,920	41,096
Sport and recreation		60,663	68,213	74,762	76,224	74,319	74,319	73,485	85,861	92,905
Public safety		64,579	58,141	64,540	77,067	76,699	76,699	63,029	88,683	96,218
Housing		23,562	25,358	48,638	17,341	131,201	131,201	117,341	126,205	134,351
Health		4,068	3,678	8,201	6,007	5,992	5,992	8,442	8,133	8,793
<i>Economic and environmental services</i>		540,214	250,510	267,781	256,388	322,519	322,519	342,130	378,589	415,710
Planning and development		23,043	24,167	25,563	88,677	96,348	96,348	102,357	118,416	138,967
Road transport		515,795	226,343	242,218	167,701	226,161	226,161	239,763	260,163	276,731
Environmental protection		1,376	-	-	10	10	10	10	11	11
<i>Trading services</i>		889,037	1,123,847	1,079,524	1,462,293	1,294,401	1,294,401	1,280,641	1,391,457	1,530,021
Energy sources		502,981	608,813	610,157	796,534	669,365	669,365	680,599	772,241	873,761
Water management		259,095	383,390	381,588	531,942	491,067	491,067	495,718	524,744	555,576
Waste water management		33,008	60,109	14,306	60,573	62,108	62,108	53,129	47,190	49,542
Waste management		93,953	71,534	73,473	73,244	71,861	71,861	51,196	47,282	51,143
<i>Other</i>	4	164	148	1,831	1,325	1,722	1,722	1,766	1,988	2,108
Total Expenditure - Functional	3	2,092,826	2,097,674	2,005,971	2,404,708	2,355,445	2,355,445	2,397,474	2,604,205	2,832,347
Surplus/(Deficit) for the year		(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)

References

1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
2. Total Revenue by functional classification must reconcile to Total Operating Revenue shown in Budgeted Financial Performance (revenue and expenditure)
3. Total Expenditure by Functional Classification must reconcile to Total Operating Expenditure shown in Budgeted Financial Performance (revenue and expenditure)
4. All amounts must be classified under a functional classification. The GFS function 'Other' is only for Abbatoirs, Air Transport, Forestry, Licensing and Regulation, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification.

KZN252 Newcastle - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand										
Revenue by Vote	1									
Vote 1 - CORPORATE SERVICES		63,342	66,746	76,913	75,376	72,655	72,655	78,201	84,402	84,694
Vote 2 - COMMUNITY SERVICES		126,512	130,826	167,803	140,760	135,009	135,009	160,511	170,144	177,368
Vote 3 - BUDGET AND TREASURY		300,462	293,561	331,560	360,076	354,892	354,892	436,267	409,540	463,283
Vote 4 - MUNICIPAL MANAGER		-	-	1,050	1,750	1,750	1,750	1,500	1,500	500
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		43,195	77,865	37,316	59,946	127,710	127,710	187,341	124,695	131,720
Vote 6 - TECHNICAL SERVICES		537,346	497,109	647,397	573,873	682,090	682,090	649,259	702,034	746,930
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		679,610	718,633	708,486	964,132	680,338	680,338	698,157	836,170	932,940
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,750,466	1,784,740	1,970,526	2,175,913	2,054,445	2,054,445	2,211,236	2,328,485	2,537,435
Expenditure by Vote to be appropriated	1									
Vote 1 - CORPORATE SERVICES		136,869	239,523	133,300	158,067	137,654	137,654	152,785	155,399	165,826
Vote 2 - COMMUNITY SERVICES		306,461	284,594	306,831	318,672	309,130	309,130	271,386	318,731	344,822
Vote 3 - BUDGET AND TREASURY		198,546	162,888	163,707	168,129	148,229	148,229	176,376	164,799	170,240
Vote 4 - MUNICIPAL MANAGER		76,542	70,952	77,983	95,890	82,614	82,614	82,435	86,625	94,019
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETTLEMENTS		48,644	59,379	76,031	51,450	162,965	162,965	150,587	170,310	173,935
Vote 6 - TECHNICAL SERVICES		800,327	671,525	637,961	815,966	845,489	845,489	859,324	908,237	982,213
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		525,436	608,813	610,157	796,534	669,365	669,365	704,582	798,104	901,292
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2,092,826	2,097,674	2,005,971	2,404,708	2,355,445	2,355,445	2,397,474	2,604,205	2,832,347
Surplus/(Deficit) for the year	2	(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)

References

1. Insert 'Vote'; e.g. department, if different to functional classification structure
2. Must reconcile to Budgeted Financial Performance (revenue and expenditure)
3. Assign share in 'associate' to relevant Vote

KZN252 Newcastle - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1										
Revenue By Source											
Property rates	2	232,286	252,934	287,110	313,499	318,139	318,139	318,139	396,522	367,314	389,353
Service charges - electricity revenue	2	675,673	649,843	630,194	811,903	589,558	589,558	589,558	609,866	743,676	840,682
Service charges - water revenue	2	135,672	156,568	176,507	186,097	179,642	179,642	179,642	190,579	202,014	214,134
Service charges - sanitation revenue	2	80,093	90,849	108,894	110,794	111,918	111,918	111,918	118,793	125,921	133,476
Service charges - refuse revenue	2	56,836	65,141	88,291	83,960	83,446	83,446	83,446	95,898	101,651	107,750
Rental of facilities and equipment		7,278	7,815	8,141	8,661	8,091	8,091	8,091	8,495	8,981	9,519
Interest earned - external investments		4,505	4,826	4,961	4,041	2,356	2,356	2,356	2,497	2,647	2,806
Interest earned - outstanding debtors		10,330	11,595	8,015	9,780	6,024	6,024	6,024	6,325	6,704	7,106
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		3,606	6,103	8,589	8,117	12,490	12,490	12,490	13,114	13,901	14,735
Licences and permits		12	10	12	14	14	14	14	38	40	43
Agency services		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		527,822	365,726	498,547	431,718	588,769	588,769	588,769	662,833	620,150	675,031
Other revenue	2	16,353	14,848	23,627	31,810	31,404	31,404	31,404	15,729	16,672	17,673
Gains		-	-	-	2,332	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,750,466	1,626,259	1,842,887	2,002,724	1,931,849	1,931,849	1,931,849	2,120,688	2,209,670	2,412,308
Expenditure By Type											
Employee related costs	2	495,757	538,871	557,861	591,321	573,066	573,066	573,066	594,312	642,525	697,933
Remuneration of councillors		20,389	21,527	24,657	26,845	26,845	26,845	26,845	28,456	30,163	31,973
Debt impairment	3	100,304	137,597	89,608	174,245	174,245	174,245	174,245	184,700	195,782	207,529
Depreciation & asset impairment	2	472,110	452,759	361,880	491,982	396,592	396,592	396,592	420,387	445,611	472,347
Finance charges		65,784	35,365	61,665	45,042	45,042	45,042	45,042	42,882	45,114	42,088
Bulk purchases	2	558,946	530,968	524,211	684,074	619,030	619,030	619,030	660,671	748,411	848,631
Other materials	8	1,832	6,673	5,975	4,310	2,929	2,929	2,929	4,559	3,195	3,387
Contracted services		61,246	53,171	74,012	54,249	214,189	214,189	214,189	337,719	341,707	375,477
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	316,458	320,752	306,101	332,640	303,508	303,508	303,508	123,788	151,695	152,981
Losses		-	-	-	-	-	-	-	1	1	1
Total Expenditure		2,092,826	2,097,674	2,005,971	2,404,708	2,355,445	2,355,445	2,355,445	2,397,474	2,604,205	2,832,347
Surplus/(Deficit)		(342,360)	(471,415)	(163,084)	(401,983)	(423,596)	(423,596)	(423,596)	(276,785)	(394,535)	(420,038)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			158,481	127,639	173,189	122,596	122,596	122,596	90,548	118,815	125,127
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	6	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)											
Surplus/(Deficit) after capital transfers & contributions		(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)
Taxation											
Surplus/(Deficit) after taxation		(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		(342,360)	(312,934)	(35,445)	(228,795)	(301,000)	(301,000)	(301,000)	(186,237)	(275,720)	(294,911)

References

1. Classifications are revenue sources and expenditure type
2. Detail to be provided in Table SA1
3. Previously described as 'bad or doubtful debts' - amounts shown should reflect the change in the provision for debt impairment
4. Expenditure type components previously shown under repairs and maintenance should be allocated back to the originating expenditure group/item; e.g. employee costs
5. Repairs & maintenance detailed in Table A9 and Table SA34c
6. Contributions are funds provided by external organisations to assist with infrastructure development; e.g. developer contributions (detail to be provided in Table SA1)
7. Equity method (Includes Joint Ventures)

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 3 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-	-
Vote 4 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETT		-	-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - CORPORATE SERVICES		-	1,955	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		7,323	8,812	6,858	10,243	7,747	7,747	7,747	1,865	-	-
Vote 3 - BUDGET AND TREASURY		737	-	1,329	2,730	2,778	2,778	2,778	1,000	1,000	1,000
Vote 4 - MUNICIPAL MANAGER		32	-	-	-	-	-	-	-	-	-
Vote 5 - DEVELOPMENT PLANNING AND HUMAN SETT		49,224	36,701	19,923	32,059	40,408	40,408	40,408	18,000	-	-
Vote 6 - TECHNICAL SERVICES		153,197	130,826	127,158	162,087	113,658	113,658	113,658	104,683	128,815	143,127
Vote 7 - ELECTRICAL AND MECHANICAL SERVICES		8,893	1,499	3,625	-	609	609	609	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		219,406	179,893	158,893	207,119	165,199	165,199	165,199	125,548	129,815	144,127
Total Capital Expenditure - Vote		219,406	179,893	158,893	207,119	165,199	165,199	165,199	125,548	129,815	144,127
Capital Expenditure - Functional											
Governance and administration		770	1,955	1,329	2,730	2,778	2,778	2,778	1,000	1,000	1,000
Executive and council		-	-	-	-	-	-	-	-	-	-
Finance and administration		738	1,955	1,329	2,730	2,778	2,778	2,778	1,000	1,000	1,000
Internal audit		32	-	-	-	-	-	-	-	-	-
Community and public safety		9,171	9,455	6,902	9,743	8,317	8,317	8,317	1,865	-	-
Community and social services		4,715	8,048	4,147	300	4,185	4,185	4,185	366	-	-
Sport and recreation		2,202	786	2,711	8,243	428	428	428	1,500	-	-
Public safety		48	99	-	1,200	2,483	2,483	2,483	-	-	-
Housing		2,205	543	44	-	1,220	1,220	1,220	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		126,477	46,849	113,238	136,608	136,033	136,033	136,033	63,683	48,200	58,700
Planning and development		56,022	20,512	19,879	39,559	39,187	39,187	39,187	18,000	-	-
Road transport		70,455	26,337	93,360	97,049	96,846	96,846	96,846	45,683	48,200	58,700
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		82,988	105,987	37,424	58,038	18,071	18,071	18,071	59,000	80,615	84,427
Energy sources		9,367	1,499	3,625	-	609	609	609	-	-	-
Water management		73,262	104,489	33,799	57,538	16,813	16,813	16,813	43,000	63,201	74,700
Waste water management		358	-	-	500	650	650	650	16,000	17,414	9,727
Waste management		-	-	-	-	-	-	-	-	-	-
Other		-	15,646	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	219,406	179,893	158,893	207,119	165,199	165,199	165,199	125,548	129,815	144,127
Funded by:											
National Government		185,150	133,909	108,854	164,946	122,446	122,446	122,446	90,183	118,815	125,127
Provincial Government		11,162	8,926	18,785	8,243	-	-	-	365	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	15,646	-	-	150	150	150	-	-	-
Transfers recognised - capital	4	196,312	158,481	127,639	173,189	122,596	122,596	122,596	90,548	118,815	125,127
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		23,034	21,412	31,254	33,930	42,604	42,604	42,604	35,000	11,000	19,000
Total Capital Funding	7	219,406	179,893	158,893	207,119	165,199	165,199	165,199	125,548	129,815	144,127

References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
2. Include capital component of PPP unitary payment. Note that capital transfers are only appropriated to municipalities for the budget year
3. Capital expenditure by functional classification must reconcile to the appropriations by vote
4. Must reconcile to supporting table SA20 and to Budgeted Financial Performance (revenue and expenditure)
6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17
7. Total Capital Funding must balance with Total Capital Expenditure
8. Include any capitalised interest (MFMA section 46) as part of relevant capital budget

KZN252 Newcastle - Table A6 Budgeted Financial Position

2020/21 Medium Term Revenue & Expenditure Framework													
Description		Ref	2016/17	2017/18	2018/19	Current Year 2019/20				Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23	
Audited Outcome			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome				
R thousand													
ASSETS													
Current assets													
Cash			20,722	9,612	4,688	8,389	28,060	28,060	28,060	44,043	60,962	71,533	
Call investment deposits	1		29,785	47,407	5,036	24,025	-	-	-	28,510	30,221	32,034	
Consumer debtors	1		452,627	673,840	680,874	463,909	337,909	337,909	337,909	377,278	420,625	468,325	
Other debtors			54,128	51,145	99,348	35,084	35,084	35,084	35,084	36,838	38,680	40,421	
Current portion of long-term receivables			6	4	2	2	2	2	2	1	1	1	
Inventory	2		15,224	12,420	14,264	13,756	13,756	13,756	13,756	13,296	13,960	14,589	
Total current assets			572,491	794,427	804,211	545,166	414,812	414,812	414,812	499,966	564,449	626,901	
Non current assets													
Long-term receivables			-	-	-	-	-	-	-	-	-	-	
Investments			-	-	-	-	-	-	-	-	-	-	
Investment property			365,272	365,272	281,223	379,606	350,780	350,780	350,780	355,564	373,342	392,009	
Investment in Associate			301,163	301,163	275,279	262,171	214,928	214,928	214,928	204,693	194,946	185,663	
Property, plant and equipment	3		7,056,677	6,716,697	6,615,669	6,580,590	6,571,378	6,571,378	6,571,378	6,638,512	7,036,823	7,459,032	
Biological			-	-	-	-	-	-	-	-	-	-	
Intangible			8,687	5,758	3,003	3,773	1,736	1,736	1,736	1,823	1,914	2,010	
Other non-current assets			6,991	7,469	11,488	7,726	11,488	11,488	11,488	11,488	12,063	12,666	
Total non current assets			7,738,790	7,396,359	7,186,662	7,233,866	7,150,310	7,150,310	7,150,310	7,212,080	7,619,087	8,051,379	
TOTAL ASSETS			8,311,282	8,190,786	7,990,873	7,779,032	7,565,122	7,565,122	7,565,122	7,712,046	8,183,536	8,678,280	
LIABILITIES													
Current liabilities													
Bank overdraft	1		-	-	-	-	-	-	-	-	-	-	
Borrowing	4		32,171	-	25,598	25,598	25,598	25,598	25,598	28,757	31,884	32,106	
Consumer deposits			14,334	18,965	23,587	22,883	25,465	25,465	25,465	24,738	26,738	28,738	
Trade and other payables	4		495,200	514,895	780,456	383,584	367,973	367,973	367,973	367,022	404,520	422,574	
Provisions			6,216	-	28,844	39,290	9,521	9,521	9,521	8,668	9,101	9,556	
Total current liabilities			547,921	533,860	858,485	471,356	428,557	428,557	428,557	429,185	472,244	492,974	
Non current liabilities													
Borrowing			447,450	431,733	401,232	348,739	661,906	661,906	661,906	375,896	398,450	422,357	
Provisions			159,386	165,602	158,382	145,207	177,592	177,592	177,592	207,485	219,934	233,130	
Total non current liabilities			606,837	597,335	559,614	493,946	839,498	839,498	839,498	583,382	618,384	655,488	
TOTAL LIABILITIES			1,154,758	1,131,195	1,418,099	965,302	1,268,054	1,268,054	1,268,054	1,012,567	1,090,629	1,148,462	
NET ASSETS			5	7,156,524	7,059,591	6,572,774	6,813,729	6,297,068	6,297,068	6,297,068	6,699,479	7,092,907	7,529,819
COMMUNITY WEALTH/EQUITY													
Accumulated Surplus/(Deficit)			7,130,923	7,032,915	6,544,255	6,808,290	6,281,314	6,281,314	6,281,314	6,670,969	7,062,687	7,497,785	
Reserves	4		25,601	26,676	28,519	5,440	15,754	15,754	15,754	28,510	30,221	32,034	
TOTAL COMMUNITY WEALTH/EQUITY			5	7,156,524	7,059,591	6,572,774	6,813,729	6,297,068	6,297,068	6,297,068	6,699,479	7,092,907	7,529,819

References

1. Detail to be provided in Table SA3
2. Include completed low cost housing to be transferred to beneficiaries within 12 months
3. Include 'Construction-work-in-progress' (disclosed separately in annual financial statements)
4. Detail to be provided in Table SA3. Includes reserves to be funded by statute.
5. Net assets must balance with Total Community Wealth/Equity

KZN252 Newcastle - Table A7 Budgeted Cash Flows

Description		Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
			232,286	180,280	216,435	261,530	282,053	282,053	282,053	318,058	349,864	349,864
			832,111	794,533	789,214	1,040,261	839,533	839,533	839,533	832,349	891,932	927,544
			12,805	43,610	114,557	49,183	49,107	49,107	49,107	27,620	39,496	41,865
		1	317,832	345,816	395,172	431,718	589,161	589,161	589,161	662,833	620,150	675,031
		1	218,965	217,288	93,964	173,189	122,596	122,596	122,596	90,548	112,015	105,827
			14,835	16,036	12,938	8,931	5,367	5,367	5,367	2,497	9,351	9,912
			-	-	-	-	-	-	-	-	-	-
Payments												
			(1,329,362)	(1,355,861)	(1,458,480)	(1,764,617)	(1,708,019)	(1,708,019)	(1,708,019)	(1,740,736)	(1,834,234)	(1,929,194)
			(65,784)	(32,127)	(43,582)	(45,042)	(45,042)	(45,042)	(45,042)	(42,882)	(38,754)	(35,346)
		1	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES			233,689	209,574	120,217	155,153	134,756	134,756	134,756	150,288	149,818	145,503
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
			-	-	-	2,332	5,034	5,034	5,034	18,000	20,000	20,000
			-	-	-	97,488	67,068	67,068	67,068	-	-	-
			-	-	-	-	-	-	-	-	-	-
Payments												
			(219,406)	(155,174)	(158,893)	(207,119)	(165,199)	(165,199)	(165,199)	(125,548)	(123,015)	(124,827)
NET CASH FROM/(USED) INVESTING ACTIVITIES			(219,406)	(155,174)	(158,893)	(107,299)	(93,098)	(93,098)	(93,098)	(107,548)	(103,015)	(104,827)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
			-	-	-	-	-	-	-	-	-	-
			-	-	-	-	-	-	-	-	-	-
			-	-	-	356	2,000	2,000	2,000	2,000	2,000	2,000
Payments												
			(8,347)	(47,889)	(9,064)	(25,598)	(25,598)	(25,598)	(25,598)	(28,757)	(31,884)	(32,106)
NET CASH FROM/(USED) FINANCING ACTIVITIES			(8,347)	(47,889)	(9,064)	(25,242)	(23,598)	(23,598)	(23,598)	(26,757)	(29,884)	(30,106)
NET INCREASE/ (DECREASE) IN CASH HELD			5,935	6,512	(47,741)	22,612	18,061	18,061	18,061	15,983	16,919	10,571
		2	44,573	50,508	57,465	9,802	9,999	9,999	9,999	28,060	44,043	60,962
		2	50,508	57,019	9,724	32,414	28,060	28,060	28,060	44,043	60,962	71,533

References

1. Local/District municipalities to include transfers from/to District/Local Municipalities

2. Cash equivalents includes investments with maturities of 3 months or less

3. The MTREF is populated directly from SA30.

Total receipts	1,628,834	1,597,563	1,622,279	2,064,631	1,959,919	1,959,919	1,959,919	1,951,906	2,042,807	2,130,043
Total payments	(1,614,552)	(1,543,162)	(1,660,955)	(2,016,777)	(1,918,260)	(1,918,260)	(1,918,260)	(1,909,166)	(1,996,004)	(2,089,367)
	14,283	54,400	(38,676)	47,854	41,659	41,659	41,659	42,740	46,803	40,676
Borrowings & investments & c.deposits	-	-	-	356	2,000	2,000	2,000	2,000	2,000	2,000
Repayment of borrowing	(8,347)	(47,889)	(9,064)	(25,598)	(25,598)	(25,598)	(25,598)	(28,757)	(31,884)	(32,106)
	5,935	6,512	(47,741)	22,612	18,061	18,061	18,061	15,983	16,919	10,571
	-	-	-	-	(0)	(0)	(0)	-	-	-

KZN252 Newcastle - Table A9 Asset Management

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	171,050	97,403	86,310	164,758	98,624	98,624	42,071	49,200	66,700
Roads Infrastructure		110,326	27,783	37,699	115,966	71,403	71,403	24,752	34,000	44,000
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		1,059	1,499	3,625	-	-	-	-	-	-
Water Supply Infrastructure		46,310	38,268	13,707	21,420	-	-	-	-	-
Sanitation Infrastructure		10,235	7,299	5,943	500	2,294	2,294	10,000	12,000	19,000
Solid Waste Infrastructure		602	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		168,532	74,850	60,975	137,886	73,697	73,697	34,752	46,000	63,000
Community Facilities		815	4,598	23,948	11,442	13,317	13,317	-	-	-
Sport and Recreation Facilities		597	-	-	-	-	-	-	-	-
Community Assets		1,411	4,598	23,948	11,442	13,317	13,317	-	-	-
Heritage Assets		-	-	-	-	150	150	350	-	-
Revenue Generating		-	-	-	4,500	409	409	3,254	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	4,500	409	409	3,254	-	-
Operational Buildings		602	15,677	-	500	600	600	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Other Assets		602	15,677	-	500	600	600	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		32	-	-	-	1,759	1,759	-	-	-
Intangible Assets		32	-	-	-	1,759	1,759	-	-	-
Computer Equipment		115	-	-	-	-	-	-	-	-
Furniture and Office Equipment		358	2,278	1,256	2,280	2,777	2,777	1,200	1,200	1,700
Machinery and Equipment		-	-	132	5,450	4,164	4,164	2,515	2,000	2,000
Transport Assets		-	-	-	700	250	250	-	-	-
Land		-	-	-	2,000	1,500	1,500	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<u>Total Renewal of Existing Assets</u>										
	2	48,356	56,746	46,912	21,400	17,309	17,309	32,746	18,000	16,400
Roads Infrastructure		38,660	26,783	23,015	18,000	16,343	16,343	26,746	12,000	12,000
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		3,417	1,499	-	-	-	-	-	-	-
Water Supply Infrastructure		5,075	14,288	23,897	3,400	-	-	6,000	6,000	4,400
Sanitation Infrastructure		-	7,299	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		47,153	49,870	46,912	21,400	16,343	16,343	32,746	18,000	16,400
Community Facilities		1,203	4,598	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Community Assets		1,203	4,598	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	966	966	-	-	-
Other Assets		-	-	-	-	966	966	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	2,278	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-

Total Upgrading of Existing Assets	6	-	25,744	25,671	20,961	49,266	49,266	50,731	62,615	61,027
Roads Infrastructure		-	5,212	15,442	3,000	31,253	31,253	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	13,750	6,307	9,718	18,013	18,013	30,000	45,201	51,300
Sanitation Infrastructure		-	-	-	-	-	-	20,731	17,414	9,727
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		-	18,961	21,748	12,718	49,266	49,266	50,731	62,615	61,027
Community Facilities		-	5,460	3,335	-	-	-	-	-	-
Sport and Recreation Facilities		-	766	561	8,243	-	-	-	-	-
Community Assets		-	6,225	3,896	8,243	-	-	-	-	-
Heritage Assets		-	257	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	300	27	-	-	-	-	-	-
Other Assets		-	300	27	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Capital Expenditure	4	219,406	179,893	158,893	207,119	165,199	165,199	125,548	129,815	144,127
Roads Infrastructure		148,986	59,778	76,155	136,966	118,999	118,999	51,498	46,000	56,000
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		4,477	2,997	3,625	-	-	-	-	-	-
Water Supply Infrastructure		51,385	66,306	43,910	34,538	18,013	18,013	36,000	51,201	55,700
Sanitation Infrastructure		10,235	14,599	5,943	500	2,294	2,294	30,731	29,414	28,727
Solid Waste Infrastructure		602	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		215,685	143,681	129,635	172,004	139,306	139,306	118,229	126,615	140,421
Community Facilities		2,018	14,656	27,283	11,442	13,317	13,317	-	-	-
Sport and Recreation Facilities		597	766	561	8,243	-	-	-	-	-
Community Assets		2,614	15,422	27,843	19,685	13,317	13,317	-	-	-
Heritage Assets		-	257	-	-	150	150	350	-	-
Revenue Generating		-	-	-	4,500	409	409	3,254	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	4,500	409	409	3,254	-	-
Operational Buildings		602	15,677	-	500	600	600	-	-	-
Housing		-	300	27	-	966	966	-	-	-
Other Assets		602	15,977	27	500	1,566	1,566	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		32	-	-	-	1,759	1,759	-	-	-
Intangible Assets		32	-	-	-	1,759	1,759	-	-	-
Computer Equipment		115	-	-	-	-	-	-	-	-
Furniture and Office Equipment		358	4,556	1,256	2,280	2,777	2,777	1,200	1,200	1,701
Machinery and Equipment		-	-	132	5,450	4,164	4,164	2,515	2,000	2,000
Transport Assets		-	-	-	700	250	250	-	-	-
Land		-	-	-	2,000	1,500	1,500	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class		219,406	179,893	158,893	207,119	165,199	165,199	125,548	129,815	144,127

ASSET REGISTER SUMMARY - PPE (WDV)	5	5,599,773	6,913,699	6,734,172	7,233,866	6,888,138	6,888,138	6,638,512	7,036,823	7,459,032
Roads Infrastructure		3,967,266	4,164,276	4,032,099	3,715,979	3,444,338	3,444,338	2,988,083	3,167,368	3,357,411
Storm water Infrastructure		-	82,840	80,404	365,832	365,832	365,832	387,781	411,048	435,711
Electrical Infrastructure		287,985	316,783	307,467	983,122	983,122	983,122	1,042,110	1,104,636	1,170,914
Water Supply Infrastructure		262,201	288,422	279,939	610,826	610,826	610,826	647,476	686,324	727,504
Sanitation Infrastructure		567,582	624,340	605,978	652,837	652,837	652,837	692,008	733,528	777,540
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	103,235	103,235	103,235	109,429	115,995	122,955
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		75,309	-	-	-	-	-	-	-	-
Infrastructure		5,160,343	5,466,661	5,305,887	6,431,831	6,160,190	6,160,190	5,866,887	6,218,901	6,592,035
Community Assets		152,171	167,388	165,731	100,805	100,805	100,805	106,853	113,264	120,060
Heritage Assets		-	4,471	-	7,469	11,488	11,488	12,177	12,907	13,682
Investment properties		275,974	1,267,598	1,255,048	379,806	350,780	350,780	371,827	394,136	417,785
Other Assets		4,064	-	-	262,171	214,928	214,928	227,823	241,493	255,982
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	3,773	1,736	1,736	1,840	1,951	2,068
Computer Equipment		7,221	7,582	7,507	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	48,212	48,212	48,212	51,104	54,171	57,421
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	5,599,773	6,913,699	6,734,172	7,233,866	6,888,138	6,888,138	6,638,512	7,036,823	7,459,032
EXPENDITURE OTHER ITEMS		557,765	574,103	447,753	610,799	481,061	481,061	517,024	558,253	601,822
Depreciation	7	472,111	452,759	361,880	491,982	396,592	396,592	420,387	445,611	472,347
Repairs and Maintenance by Asset Class	3	85,654	121,344	85,873	118,817	84,469	84,469	96,637	112,643	129,475
Roads Infrastructure		17,624	38,142	752	21,686	4,073	4,073	28,873	35,476	37,604
Storm water Infrastructure		-	-	-	18,704	-	-	-	-	-
Electrical Infrastructure		10,356	28,615	12,436	12,295	8,292	8,292	6,254	9,357	9,919
Water Supply Infrastructure		10,146	45,768	16,429	9,460	11,203	11,203	19,010	25,262	25,458
Sanitation Infrastructure		24,969	-	32,014	33,758	49,899	49,899	27,274	25,876	38,823
Solid Waste Infrastructure		127	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		158	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		63,380	112,526	61,632	95,904	73,467	73,467	81,411	95,971	111,804
Community Facilities		1,536	2,520	2,605	237	1,062	1,062	954	1,075	1,140
Sport and Recreation Facilities		578	-	208	-	281	281	298	316	335
Community Assets		2,115	2,520	2,814	237	1,343	1,343	1,252	1,391	1,474
Heritage Assets		27	130	43	138	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		7,108	41	9,519	7,075	-	-	-	-	-
Housing		387	300	-	-	220	220	233	247	262
Other Assets		7,495	341	9,519	7,075	220	220	233	247	262
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		2,537	2,940	3,033	3,840	3,778	3,778	3,739	3,964	4,201
Intangible Assets		2,537	2,940	3,033	3,840	3,778	3,778	3,739	3,964	4,201
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		10,100	2,887	8,832	11,624	5,662	5,662	10,001	11,070	11,734
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS		557,765	574,103	447,753	610,799	481,061	481,061	517,024	558,253	601,822
Renewal and upgrading of Existing Assets as % of total capex		22.0%	45.9%	45.7%	20.5%	40.3%	40.3%	66.5%	62.1%	53.7%
Renewal and upgrading of Existing Assets as % of deprecn		10.2%	18.2%	20.1%	8.6%	16.8%	16.8%	19.9%	18.1%	16.4%
R&M as a % of PPE		1.2%	1.8%	1.3%	1.8%	1.3%	1.3%	1.5%	1.6%	1.7%
Renewal and upgrading and R&M as a % of PPE		2.0%	3.0%	2.0%	2.0%	2.0%	2.0%	3.0%	3.0%	3.0%

References

1. Detail of new assets provided in Table SA34a
2. Detail of renewal of existing assets provided in Table SA34b
3. Detail of Repairs and Maintenance by Asset Class provided in Table SA34c
4. Must reconcile to total capital expenditure on Budgeted Capital Expenditure
5. Must reconcile to 'Budgeted Financial Position' (written down value)
6. Detail of upgrading of existing assets provided in Table SA34e
7. Detail of depreciation provided in Table SA34d

KZN252 Newcastle - Table A10 Basic service delivery measurement

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Household service targets	1									
Water:										
Piped water inside dwelling		126,381	126,381	134,217	142,538	142,538	142,538	151,090	159,249	167,849
Piped water inside yard (but not in dwelling)		95,724	95,724	101,659	107,892	107,892	107,892	114,439	120,619	127,133
Using public tap (at least min.service level)	2	25,626	25,626	27,215	28,902	28,902	28,902	30,636	32,291	34,034
Other water supply (at least min.service level)	4	1,725	1,725	1,832	1,946	1,946	1,946	2,062	2,174	2,291
<i>Minimum Service Level and Above sub-total</i>		249,456	249,456	264,922	281,347	281,347	281,347	298,228	314,333	331,307
Using public tap (< min.service level)	3	-	-	-	281,347	281,347	281,347	298,228	314,333	331,307
Other water supply (< min.service level)	4	-	-	-	-	-	-	-	-	-
No water supply		7,314	7,314	7,767	8,249	8,249	8,249	8,744	9,216	9,714
<i>Below Minimum Service Level sub-total</i>		7,314	7,314	7,767	289,597	289,597	289,597	306,972	323,549	341,020
Total number of households	5	256,770	256,770	272,690	570,944	570,944	570,944	605,201	637,881	672,327
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		160,164	160,164	170,094	180,640	180,640	180,640	191,478	201,818	212,716
Flush toilet (with septic tank)		5,112	5,112	5,429	5,786	5,786	5,786	6,111	6,441	6,789
Chemical toilet		-	-	-	-	-	-	-	-	-
Pit toilet (ventilated)		36,783	36,783	39,064	41,485	41,485	41,485	43,975	46,349	48,852
Other toilet provisions (> min.service level)		11,943	11,943	12,683	13,470	13,470	13,470	14,278	15,049	15,862
<i>Minimum Service Level and Above sub-total</i>		214,002	214,002	227,270	241,361	241,361	241,361	255,843	269,658	284,220
Bucket toilet		-	-	-	-	-	-	-	-	-
Other toilet provisions (< min.service level)		25,870	25,870	27,474	28,177	28,177	28,177	30,928	32,598	34,358
No toilet provisions		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		25,870	25,870	27,474	28,177	28,177	28,177	30,928	32,598	34,358
Total number of households	5	239,872	239,872	254,744	270,538	270,538	270,538	286,770	302,256	318,578
Energy:										
Electricity (at least min.service level)		39,642	39,642	39,642	39,879	39,879	39,879	42,272	44,554	46,960
Electricity - prepaid (min.service level)		2,233	2,233	2,233	465	465	465	493	520	548
<i>Minimum Service Level and Above sub-total</i>		41,875	41,875	41,875	40,344	40,344	40,344	42,765	45,074	47,508
Electricity (< min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	41,875	41,875	41,875	40,344	40,344	40,344	42,765	45,074	47,508
Refuse:										
Removed at least once a week		62,872	62,872	59,199	70,910	70,910	70,910	59,199	62,396	65,765
<i>Minimum Service Level and Above sub-total</i>		62,872	62,872	59,199	70,910	70,910	70,910	59,199	62,396	65,765
Removed less frequently than once a week		-	-	-	70,910	70,910	70,910	2,066	2,178	2,295
Using communal refuse dump		-	-	-	-	-	-	1,451	1,529	1,612
Using own refuse dump		-	-	-	-	-	-	23,805	25,090	26,445
Other rubbish disposal		-	-	-	-	-	-	2,334	2,460	2,593
No rubbish disposal		-	-	-	-	-	-	1,024	1,079	1,138
<i>Below Minimum Service Level sub-total</i>		-	-	-	70,910	70,910	70,910	30,680	32,337	34,083
Total number of households	5	62,872	62,872	59,199	141,820	141,820	141,820	89,879	94,732	99,848
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		14,653	41,000	8,000	9,000	9,000	9,000	9,139	9,139	9,139
Sanitation (free minimum level service)		-	-	8,000	9,000	9,000	9,000	9,139	9,139	9,139
Electricity/other energy (50kwh per household per month)		5,213	2,500	8,000	9,000	9,000	9,000	9,139	9,139	9,139
Refuse (removed at least once a week)		28,671,589	20,500	8,000	9,000	9,000	9,000	9,139	9,139	9,139
Cost of Free Basic Services provided - Formal Settlements (R'000)	8									
Water (6 kilolitres per indigent household per month)		49,060	21,161	7,000	7,000	7,000	7,000	5,990	6,350	6,731
Sanitation (free sanitation service to indigent households)		22,780	22,269	10,000	10,000	10,000	10,000	10,759	11,405	12,089
Electricity/other energy (50kwh per indigent household per month)		37,296	3,098	7,000	7,000	7,000	7,000	8,136	8,624	9,142
Refuse (removed once a week for indigent households)		26,585	30,441	13,450	13,450	13,450	13,450	11,082	11,747	12,451
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-	-	-	-	-	-	-	-
Total cost of FBS provided		135,721	76,959	37,450	37,450	37,450	37,450	35,967	38,125	40,413
Highest level of free service provided per household										
Property rates (R value threshold)		-	447	479	479	479	479	479	479	479
Water (kilolitres per household per month)		6	6	6	6	6	6	6	6	6
Sanitation (kilolitres per household per month)		6	6	6	6	6	6	6	6	6
Sanitation (Rand per household per month)		-	209	225	225	225	225	225	225	225
Electricity (kwh per household per month)		50	50	50	50	50	50	50	50	50
Refuse (average litres per week)		1	1	1	1	1	1	1	1	1
Revenue cost of subsidised services provided (R'000)	9									
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)		-	-	-	-	-	-	-	-	-
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA		23,786	30,062	22,463	27,929	71,861	71,861	76,214	66,550	70,542
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-
Refuse (in excess of one removal a week for indigent households)		-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates		-	-	-	-	-	-	-	-	-
Housing - top structure subsidies		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total revenue cost of subsidised services provided	6	23,786	30,062	22,463	27,929	71,861	71,861	76,214	66,550	70,542

References

1. Include services provided by another entity; e.g. Eskom
2. Stand distance <= 200m from dwelling
3. Stand distance > 200m from dwelling
4. Borehole, spring, rain-water tank etc.
5. Must agree to total number of households in municipal area (informal settlements receiving services must be included)
6. Include value of subsidy provided by municipality above provincial subsidy level
7. Show number of households receiving at least these levels of services completely free (informal settlements must be included)
8. Must reflect the cost to the municipality of providing the Free Basic Service
9. Reflect the cost to the municipality in terms of 'revenue foregone' of providing free services (note this will not equal 'Revenue Foregone' on SA1)

ANNEXURE: E
TARIFF OF CHARGES

NEWCASTLE MUNICIPALITY



FINAL TARIFF OF CHARGES

2020/2021

TABLE OF CONTENTS				
DESCRIPTION				
ASSESSMENT RATES				
ADMINISTRATION				
Fees for Access to Information - Public Bodies				
Miscellaneous Services				
Property Rates Bylaws				
COMMUNITY SERVICES				
Bylaws Relating to Public Health				
Bylaws Relating Keeping of Dogs, Animals, Birds & Bees				
Cleansing				
Fire Brigade Bylaws				
Training and Specific Investigations				
Street, Traffic and Entertainment Bylaws				
Bylaws Relating to the Registration & Regulation of Dairies, Cow Sheds, Milk Shops & Milk Dealers & Purveyors				
Cemetery Bylaws				
Public Swimming Pool Bylaws				
Newcastle Recreation Centre				
Hire of Sports Grounds				
Camp and Caravan Park Bylaws				
Cleaning of Plots / Vacant Erven				
CULTURE AND AMENITIES				
Hall Charges				
Osizweni Arts Centre				
Fort Amiel Museum				
Bylaws Relating to Public Libraries				
Group Activities Rooms				
TECHNICAL SERVICES				
Electricity Supply Bylaws				
Drainage Bylaws				
Industrial Effluent Bylaws				
Water Supply Bylaws and Sewer Bylaws				
Miscellaneous Services				
DEVELOPMENT AND TOWN PLANNING				
Bylaws for Regional Airport and Municipal Aerodrome				
Building Bylaws				
Advertising Sign Bylaws				
Planning Development Act - Statutory Applications				

		2019/2020 Final Tariff			Final Tariff 2020/2021
	ASSESSMENT RATES				
	Assessment rates be determined as follows:				
1.	In terms of the Municipal Property Rates Act, No. 6 of 2004, the general rate for the financial year is levied as follows:				
(a)	(i) Residential property (Impermissible - R85 000)	1.186 Cents in the Rand			1.245
	(ii) Business and commercial	2,965 Cents in the Rand			3.113
	(iii) Industrial property	2,965 Cents in the Rand			3.113
	(iv) Agricultural property	0.264 Cents in the Rand			0.0277
	(iv) Public service infrastructure	0.264 Cents in the Rand			0.0277
	(v) Mining property	2,965Cents in the Rand			3.113
	(vi) Rural communal land	0.264Cents in the Rand			Exempt
	(viii) Places of public worship	Exempt			0.0277
	(ix) Public Benefit Organizations	0.264Cents in the Rand			0.0277
	(x) Public Service Purposes	0.2965Cents in the Rand			0.311
	(xii) Vacant land.	3,558Cents in the Rand			3.736
(b)	Rebates granted in terms of the Rates Policy:				
	Pensioners	25%			
	B&B Accomodation	10%			
	Properties effected by disaster	50%			
	Commercial Industrial Development with market value of at least R50 million	As per policy			
(c)	Indigent accountholders are subsidised	100%			
(d)	Properties Situated Outside of the Proclaimed Boundaries of the Townships				
	(i) Residential property	60%			
	(ii) Vacant Land	40%			
(e)	Public Benefit Organisation who qualify in terms of the policy are exempt from rates				

	2019/2020 Final Tariff		Final Tariff 2020/2021
FEES FOR ACCESS TO INFORMATION – PUBLIC BODIES			
1. The fee for a copy of the manual as contemplated in regulation 6 (c) for every photocopy of an A4 size page or part thereof	R2		
2. The fees for reproduction referred to in regulation 7(1) are as follows:-	R2		
(a) For every photocopy of an A4 size page or part thereof	R2		
(b) For every printed copy of an A4 size page or part thereof held on a computer or in electronic or machine readable form	R2		
(c) (i) For a copy in a computer readable form on stiffy disc	R2		
(ii) For a copy in a computer readable form on compact disc	R2		
(d) (i) For a transcription of visual images for an A4 size page or part thereof	R2		
(ii) For a copy of visual images	R2		
(e) (i) For a transcription of an audio record for an A4 size page or part thereof	R2		
(ii) For a copy of an audio recording	R2		
3. The request fee payable by every requester, other than a personal requester, referred to in regulation 7(2)	R2		
4. The access fees payable by a requester referred to in regulation 7(3) are as follows:-	R2		
(a) For every photocopy of an A4 size page or part thereof	R2		
(b) For every printed copy of an A4 size page or part thereof held on a computer or in electronic or machine readable form	R2		
(c) (i) For a copy in a computer readable form on stiffy disc	R2		
(ii) For a copy in a computer readable form on compact disc	R2		
(d) (i) For a transcription of visual images for an A4 size page or part thereof	R2		
(ii) For a copy of visual images	R2		
(e) (i) For the transcription of an audio record for an A4 size page or part thereof	R2		
(ii) For a copy of an audio recording	R2		
(f) To search for and prepare the record for disclosure for each hour or part of an hour, excluding the first hour, reasonable required for such search and preparation	R2		
All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time			
MISCELLANEOUS SERVICES			
(a) The following fees are payable for the production of documents, provision of certificates, supply of plans and extracts from records, etc :-			
(i) Search fee, per account, plan, document or file produced for inspection of duplicate accounts issued	R55		
(ii) Certified copy of extract from Council's minutes and/or hearings, per 100 words or part thereof	R11		
(iii) Extracts of bylaws, per page or part thereof	R2		
(iv) Valuation certificate or any other certificate, for each certificate	R55		58.30
(v) Inspection of Council's minutes, for each inspection	R11		
(vi) Sale of computerised data	Cost +6%		
(vii) Photostats, prints of plans and Photostats/prints of building plans	Cost +6%		
(viii) Certificate, per application per property, in accordance with section 118(1) of the Systems Act, No. 32 of 2000	R 430		455.80
(ix) Electronic Certificate, per application per property, in accordance with section 118(1) of the Systems Act, No. 32 of 2001	R 341		361.46
(b) Debt collection sundry tariffs	R 0		
(i) Final demand	R 115		
(ii) Preparation of summonses	R 137		
(iii) Preparation of judgements	R 181		
(iv) Restriction/reconnection of water supply	Cost +6%		
(v) Preparation of emolument orders / rental	R115		
(vi) Preparation of Section 65 Notice (including appearance in court when necessary)	R205		
(vii) Preparation of warrant of arrest	R34		
(ix) Administrative charges for "Refer to Drawer" cheques and debit orders	R119		
(c) Telephone warning service	R0		
For one local telephone call during office hours, once per month, payable by the consumer, who requested in writing a warning regarding non-payment of consumer accounts on the day prior to the cut-off day	R22		
(d) Fees for land affairs	R0		
(i) Issue of bidding documents	R0		
- The fee for a copy of a bidding document based on price	R0		
A4 hard copy	R216		
Compact disc	R90		
- The fee for a copy of a bidding document based on price and development proposals	R0		
A4 hard copy	R321		
Compact disc	R113		
(ii) Where a property has to be closed, rezoned, surveyed, subdivided and consolidated	Cost +6%		
(iii) Administrative charge where a land sale is cancelled, per cancellation	6% of selling price		
(e) Interest on arrear amounts owing to Council in excess of 30 days (per annum), excluding all residential accounts	Prime rate as notified by the Council bankers		
All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time			
PROPERTY RATES BYLAWS			
The tariff for each query raised against a property valuation	R132		139.92

		2019/2020 Final Tariff			Final Tariff 2020/2021
BYLAWS RELATING TO PUBLIC HEALTH					
1.	Removal of dead animals				
	The charge for the removal and disposal of dead animals within the municipality shall be as follows :-				
(a)	For each carcass of a dog or cat	R56			
(b)	For each carcass of a sheep, calf or pig	R95			
(c)	For each carcass of a horse, beast or similar large animal	R471			
(d)	Removal of carcasses on request of societies for the protection of animals	Free			
	The aforesaid charges shall be payable in advance or upon demand or otherwise as may be arranged with the Council	R0.00			
2.	Vacuum tanker services to and emptying of ventilated improved pit toilets	R0.00			
(a)	Per single draw	R102			
(b)	Stafford Hill and Osizweni Section E and F	R102			
3.	Septic tank and waste water	R0			
(a)	Charge for the emptying of septic tanks and removal of waste water in respect of a domestic sewage gulley, industrial sewage gulley, situated within the municipal boundaries per 5000 litre load or part thereof	R877			R921.00
(b)	Removal of blood from the abattoir, per load	R1,105			
4.	Sewerage conservancy tanker services	R0			
	The following charges are payable in the Charlestown administrative unit :-	R0			
(a)	Residential properties, per load	R39			R41.00
(b)	Non-residential properties, per load	R802			R842.00
	All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time				
BYLAWS RELATING TO THE KEEPING OF DOGS, ANIMALS, BIRDS AND BEES					
1.	The following license fees are payable annually in respect of dogs kept within the municipal area for which rabies certificates have to be produced :-				
(a)	For a first dog	R34			R6.00
(b)	For a second dog	R61			64.00
(c)	For any additional dog and subject to submission of Council authorization for the keeping of additional dogs, per dog	R102			107.00
2.	The following fees are payable in respect of each domestic animal impounded:				
(a)	Pound fees per animal	R188			197.00
(b)	Sterilization fee	Cost +6%			Cost + 5%
(c)	Immunisation fee	Cost +6%			Cost + 5%
3.	The following fees are payable in respect of each other animal impounded :				
(a)	Transport fee	The Kilometre tariff for vehicle which indiscretion of the pound keeper is reasonably necessary to transport the relevant animal to the pound , as determined by the Automobile Association of South Africa (AA) from time to time			The Kilometer tariff for vehicle which indiscretion of the pound keeper is reasonably necessary to transport the relevant animal to the pound , as determined by the Automobile Association of South Africa (AA) from time to time
(b)	All inclusive pound fees which include:	R15 ,00 per day or part thereof			R15 ,00 per day or part thereof , for any pig , sheep , goat or goat
(1)	Pound fee	R50 ,00 per day or part thereof ,			R50 ,00 per day or part thereof , for any other animal
(2)	Tending fee	Cost plus 6% administration fee			Cost + 5% administration fee
(c)	Dipping or Spraying fees	Cost plus 6% administration fee			Cost + 5% administration fee
(d)	Wound dressing costs and fees, medication costs and fees	Cost plus 6% administration fee			Cost + 5% administration fee
(e)	Veterinarian fees	Cost plus 6% administration fee			Cost + 5% administration fee
	All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time				
CLEANSING SERVICES BYLAWS					
1.	Special charges and charges for refuse removal services				
(a)	Builders refuse, dry industrial refuse, bulky refuse - per load of 5 cubic metres (5 tons) or part thereof	R706			741.00
(b)	Bulky garden refuse from premises within the municipality, for loads not exceeding 5 cubic metres shall be removed at per load or part thereof	R706			741.00
(c)	Sawdust and wood waste from premises within the municipality, for loads not exceeding 5 cubic metres shall be removed at per load or part thereof	R706			741.00
(d)	Mixed refuse (garden, domestic, trade, builders rubble) from premises within the municipality, for loads not exceeding 5 cubic metres shall be removed at per load or part thereof	R706			741.00
(e)	Special Industrial Refuse	Cost + 6%			Cost + 5%
(f)	Charges for domestic and business refuse removal services	R0.00			0
(i)	Residential and non-residential properties in Newcastle West, except where the account holder is registered as indigent - not exceeding one removal per week, per month	R139.00			146.00
(ii)	Residential properties in Newcastle East, except where the account holder is registered as indigent - not exceeding one removal per week, per month	R139.00			146.00
(iii)	Non-residential properties in Newcastle East - not exceeding one removal per week, per month	R139.00			146.00
(iv)	Residential and Non-residential properties in Ingagane/Kilbarchan -not exceeding one removal per week, per month	R139.00			146.00
(v)	Residential and Non-residential properties in Charlestown -not exceeding one removal per week, per month	R139.00			146.00
(vi)	Registered indigent account holders	R139.00			146.00
2.	The charges for the removal and disposal of domestic containers only and business refuse bulk containers within the municipality shall be as follows:-				

	2019/2020 Final Tariff		Final Tariff 2020/2021
(a) Service fee for a 0.85m ³ container per month:			
1 removal per week	R139.00		146.00
(b) Rental of bulk container of 1.1m ³ per month: (Existing service being phased out)			
1 removal per week	R866.00		909.00
2 removals per week	R1 707.00		1792.00
3 removals per week	R2 578.00		2707.00
4 removals per week	R3 445.00		3618.00
5 removals per week	R4 306.00		4521.00
(c) Rental of bulk container of 1.75m ³ per month:			
1 removal per week	R1 051.00		1104.00
2 removals per week	R2 102.00		2207.00
3 removals per week	R3 159.00		3316.00
4 removals per week	R4 235.00		4446.00
5 removals per week	R5 265.00		5528.00
6 removals per week	R6 316.00		6631.00
7 removals per week	R7 367.00		7735.00
(d) 240L wheeley bin			
1 removal per week	R614.00		645.00
2 removals per week	R1 229.00		1291.00
3 removals per week	R1 843.00		1935.00
4 removals per week	R2 457.00		2580.00
5 removals per week	R3 068.00		3221.00
3. The charge for the rental of bulk refuse containers with the under mentioned sizes and removal of domestic and business refuse within 4 km of the Municipal Waste Facility, shall be as follows:			
(a) Rental per container per month:			
8 m ³ Bulk Containers	R1 208.00		1269.00
10 m ³ Bulk Containers	R2 010.00		2111.00
30 m ³ Bulk Containers	R3 977.00		4176.00
6 m ³ Skip Containers	R626.00		658.00
19 m ³ Skip Containers	R1 949.00		2046.00
(b) Rental per container per week:			
8 m ³ Bulk Containers	R302.00		317.00
10 m ³ Bulk Containers	R503.00		528.00
30 m ³ Bulk Containers	R995.00		1045.00
6 m ³ Skip Containers	R155.00		162.00
19 m ³ Skip Containers	R487.00		512.00
(c) Rental per container per day:			
8 m ³ Bulk Containers	R75.00		79.00
10 m ³ Bulk Containers	R121.00		127.00
30 m ³ Bulk Containers	R212.00		222.00
6 m ³ Skip Containers	R33.00		35.00
19 m ³ Skip Containers	R103.00		108.00
(d) For a removal service per container:			
8 m ³ Bulk Containers	R1 683.00		1767.00
10 m ³ Bulk Containers	R1 683.00		1767.00
30 m ³ Bulk Containers	R1 683.00		1767.00
6 m ³ Skip Containers	R820.00		861.00
19 m ³ Skip Containers	R1 256.00		1318.00
(e) For delivery of containers rented for a period less than one month per container:			
8 m ³ Bulk Containers	R841.00		883.00
10 m ³ Bulk Containers	R841.00		883.00
30 m ³ Bulk Containers	R841.00		883.00
6 m ³ Skip Containers	R668.00		702.00
19 m ³ Skip Containers	R668.00		702.00
Charges in respect of services mentioned in (3)(a) to (e) shall be made in advance			0
unless other arrangements have been made with the Director of Community Services or a duly authorised officer			0
All services used by Council may be considered an exempt charge			0
4. The removal of containers in (3) will be done on the following basis:			0
(a) For a month or longer: A minimum of 1 removal per month			0
(b) For a weekend: Delivery of container on Friday and the collection thereof on Monday			0
(c) For a day: Removal of container within a period of 48 hours of delivery			0
(d) Short-term rental - other than weekend: A minimum of 2 removals within a period of five days or less, excluding Sundays			0
All services used by Council may be considered an exempt charge			0
5. Charges for the disposal of refuse at the Newcastle landfill site (waste disposal):			0
(a) Mixed refuse (garden, domestic, trade refuse, including builders rubble), per R 250 kg or part there off	R50		53.00
(b) Builders rubble and excavated material, per R 250 kg or part there off	R16		17.00
(c) Bulk food waste and condemned food, per R 250 kg or part there off	R137		144.00
(d) Garden refuse, per R 250 kg or part there off	R16		17.00
(e) Sawdust and wood waste, per R 250 kg or part there off	R50		53.00
(f) (a) to (e) above are not applicable for private LDV's, cars and cars with trailers, limited to 1 tonn per week			0.00
(g) Tariff for the voluntary weighing of vehicles (excluding Council vehicles), per vehicle	R82		86.00
(h) Special Disposal per R 250 kg or part there off	R138		144.00
(i) The tariff in (b) and (d) may be waived if material is required by the WDS			0.00
6. Sale of compost			0.00
(a) per 10kg bag	R28		29.00
(b) per Ton	R275		289.00
7. Sale of recyclates, per kg:			0
(a) Plastic	R0		0.05
(b) Glass	R0		0.05
(c) Metals	R0		0.05
(d) Paper/Cardboard	R0		0.05
FIRE BRIGADE BYLAWS			
1. Fire and rescue services rendered within Council's area of jurisdiction.			
(a) Services rendered in respect of fire-fighting and / or rescue services to residents/ratepayers of Newcastle	Free		Free

	2019/2020 Final Tariff		Final Tariff 2020/2021
(b) Services rendered in respect of fire-fighting tariffs and/or rescue services to non-residents/ratepayers as set out of Newcastle in (2) below	Tariff as set out in (2)		Tariff as set out in (2)
(c) Services rendered regarding call-out cost for a grass fire on an undeveloped lot, payable by the owner. If more than one lot is involved, the actual cost to be paid pro-rata by the owners	Cost +6%		Cost +5%
(d) Chemical additives used for fire-fighting services, payable by the owner	Cost +6%		Cost +5%
2. Fire and rescue services rendered outside Council's area of jurisdiction, per kilometre			0
1 to 5 kilometres	R45		47.00
6 to 15 kilometres	R23		24.00
16 to 20 kilometres	R34		36.00
21 to 30 kilometres	R28		29.00
31 to 50 kilometres	R23		24.00
51 + kilometres	R22		23.00
(a) Call out cost per officer	R296		310.00
(b) Services rendered by officers, per hour or part thereof, per officer	Cost +6%		Cost +5%
(c) Call-out cost per fire-fighter	R262.00		275.00
(d) Services rendered by fire-fighters, per hour or part thereof, per fire-fighter	Cost +6%		Cost +5%
(e) Call-out cost per fire engine	R677.00		711.00
(f) Cost for use or availability, per hour or part thereof	R338.00		355.00
(g) Additional cost for distances travelled, per km	R 0.00		0.00
1 to 5 kilometres	R47		49.00
6 to 15 kilometres	R42		44.00
16 to 20 kilometres	R34		35.00
21 to 30 kilometres	R26		27.00
31 to 50 kilometres	R23		24.00
51 + kilometres	R23		24.00
(h) Call-out cost for rescue vehicle	R413		434.00
(i) Cost for use or availability, per hour or part thereof	R206		216.00
(j) Additional cost for distances travelled, per km	R0		0.00
1 to 5 kilometres	R36		38.00
6 to 15 kilometres	R33		35.00
16 to 20 kilometres	R28		29.00
21 to 30 kilometres	R23		24.00
31 to 50 kilometres	R19		20.00
51 + kilometres	R16		17.00
(k) Call-out cost for service vehicle	R265		278.00
(l) Cost for use or availability, per hour or part thereof	R132		139.00
(m) Cost for use of combination service vehicle and fire fighting trailer	R399		419.00
(n) Cost for use or availability per hour or part thereof	R132		139.00
(o) Additional cost for distances travelled, per km	R0		0.00
1 to 5 kilometres	R5		5.00
6 to 15 kilometres	R5		5.00
16 to 20 kilometres	R5		5.00
21 to 30 kilometres	R5		5.00
31 to 50 kilometres	R5		5.00
51 + kilometres	R5		5.00
3. Services rendered in respect of special services to residents and/or non-residents/ ratepayers of Newcastle			0.00
(a) Call-out cost for per service	R262		275.00
(b) Services rendered by officers, per hour or part thereof, per officer	Cost +6%		Cost +5%
(c) Call-out cost per fire fighter	R262.00		275.00
(d) Service rendered by fire fighters, per hour or part thereof	Cost +6%		Cost +5%
(e) Call-out cost per fire engine	R677		711.00
(f) Cost for use or availability, per hour or part thereof	R345		362.00
(g) Call-out cost per portable pump/chainsaw	R132		139.00
(h) Cost for use or availability, per hour or part thereof	R127		133.00
(i) Cost for use of breathing apparatus compressor, per hour or part thereof	R132		139.00
			0.00
All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time			0.00
			0.00
TRAINING AND SPECIFIC INSPECTIONS			0.00
			0.00
(a) Cost of instructor per hour or part thereof	Cost+6%		Cost +5%
(b) Cost of materials/trainee aids	Cost+6%		Cost +5%
(c) Call-out cost per fire fighter	Cost+6%		Cost +5%
(d) Printing of certificates	Cost+6%		Cost +5%
			0.00
All the abovementioned tariffs in respect of services rendered are subject to value-added tax as determined from time to time			0.00
			0.00

	2019/2020 Final Tariff		Final Tariff 2020/2021
CERTIFICATE OF REGISTRATION			0.00
Services rendered to ratepayers/ residents and non residents/ ratepayers			0.00
Issuing of a certificate plus one certified copy	R205		215.00
All the abovementioned tariff in respect of services rendered is subject to value-added tax as determined from time to time			0.00
STREET, TRAFFIC AND ENTERTAINMENT BYLAWS			0.00
1. Application for permit to use taxi rank, per annum	R390-00 to be capped at this rate. This is consistent according to discussions throughout the Province.		Cost +5%
2. Application for permit to use bus rank, per annum			0.00
3. Application for duplicate permit to use bus/taxi rank			0.00
4. Escort of abnormal loads, etc. per hour or part thereof			Cost +5%
5. Abandoned vehicles			0.00
(a) Charge for removal, per vehicle			Cost +5%
(b) Charge for storage for a period not exceeding 3 months, per day			0.00
6. Parking Meter Tariffs for Off-Street Parking			0.00
6.1 Parking meter fees - Tariff for 0 - 30 minutes	R 3		3.00
6.2 Parking meter fees - Tariff for 31 minutes - 1 hour	R 6		6.00
6.3 Parking meter fees - Tariff for 1 - 2 hours	R 12		13.00
6.4 Parking meter fees - Tariff for 2 - 3 hours	R 18		19.00
6.5 Parking meter fees - Tariff for 3 - 4 hours	R 24		25.00
6.6 Parking meter fees - Tariff for > 4 hours	R 48		50.00
6.7 Parking meter fees - Tariff for monthly parkers	R550 (10 % escalation - annually)		R550 (10 % escalation - annually)
Parking Meter Tariffs for On-Street Parking			0.00
6.8 Parking meter fees - Tariff for 0 - 30 minutes	R4		4.00
6.9 Parking meter fees - Tariff for 31 minutes - 1 hour	R8		8.00
6.10 Parking meter fees - Tariff for 1 - 2 hours	R12		13.00
6.11 Parking meter fees - Tariff for 2 - 3 hours	R18		19.00
6.12 Parking meter fees - Tariff for 3 - 4 hours	R26		27.00
6.13 Parking meter fees - Tariff for > 4 hours	R50		53.00
7 Rendering of services during special occasions contemplated in section 113A, per hour or part thereof			0.00
(a) Superintendent, per hour or part thereof: Monday to Saturday	R377.00		396.00
: Sunday and Public Holidays	R770.00		808.00
(b) Traffic Officer, per individual, per hour or part thereof: Monday to Saturday	R331.00		347.00
: Sunday and Public Holidays	R643.00		675.00
(c) Traffic escorts with funerals, per Traffic Officer, per hour or part thereof: Monday to Saturday	R300.00		315.00
: Sunday and Public Holidays	R601.00		631.00
All the abovementioned tariffs in respect of services rendered are subject to value-added tax as determined from time to time			0.00
BYLAWS RELATING TO THE REGISTRATION AND REGULATION OF DAIRIES, COW SHEDS, MILK SHOPS, MILK DEALERS AND PURVEYORS			0.00
Badges in terms of Section 11, per badge	R2		2.00
All the abovementioned tariff in respect of services rendered is subject to value-added tax as determined from time to time			0.00
CEMETERY BYLAWS			0.00
The following fees are payable upon request to bury a deceased within the cemeteries, the control of which is vested in Council			0.00
1. ROY POINT CEMETERY			0.00
(a) Residents Burial plot - headstones only			0.00
1.5m x 1.2m	R1 183		1242.00
2.2m x 0.7m x 1.8m	R1 616		1697.00
2.2m x 0.7m x 2.4m	R1 860		1953.00
Casket	R2 038		2140.00
Burial plot - full-sized tombstones	R0		0.00
1.5m x 1.2m	R1 960		2058.00
2.2m x 0.7m x 1.8m	R2 011		2112.00
2.2m x 0.7m x 2.4m	R2 179		2288.00
Casket	R2 994		3143.00
(b) Non-residents Burial plot - headstones			0.00
1.5m x 1.2m	R3 509		3685.00
2.2m x 0.7m x 1.8m	R5 060		5313.00
2.2m x 0.7m x 2.4m	R6 585		6914.00
Casket	R6 571		6899.00
Burial plot - full-sized tombstones	R0		0.00
1.5m x 1.2m	R6 430		6751.00
2.2m x 0.7m x 1.8m	R8 726		9162.00
2.2m x 0.7m x 2.4m	R9 909		10405.00
Casket	R11 776		12364.00
2. MADADENI/OSIZWENI CEMETERIES			0.00
(a) Residents Burial plot			0.00
1.5m x 0.7m x 1.2m	R0		0.00
2.2m x 0.7m x 1.8m	R321		337.00
Casket	R436		458.00
(b) Non-residents Burial plot			0.00
1.5m x 0.7m x 1.2m	R603		633.00
2.2m x 0.7m x 1.8m	R0		0.00
Casket	R744		781.00
Clearing of plots	R847		889.00
3. CHARLESTOWN CEMETERIES			0.00
(a) Residents Burial plot	R1 372		1441.00
	Cost +6%		Cost +5%
	R0		0.00
	R0		0.00

	2019/2020 Final Tariff	Final Tariff 2020/2021
1.5m x 1.2m	R323	339.00
2.2m x 0.7m x 1.8m	R436	458.00
Casket	R591	621.00
(b) Non-residents Burial plot	R0	0.00
1.5m x 1.2m	R745	782.00
2.2m x 0.7m x 1.8m	R902	947.00
Casket	R1,367	1436.00
4. For opening a grave for exhumation and filling in thereof	R1,117	1173.00
5. Digging of graves to an extended depth Per 100mm or part thereof	R115	121.00
6. Perpetual rights are included in the total price of a burial plot.	R0	0.00
7. Ash Bene system : Garden of remembrance	R0	0.00
(a) Reservation (Space for 2 urns)	R0	0.00
(i) Residents	R489	513.00
(ii) Non-residents	R1,389	1459.00
(b) Funerals: Per funeral	R0	0.00
(i) Residents	R164	172.00
(ii) Non-residents	R539	566.00
8. The grave number is engraved on the tombstone at the family's cost		0.00
NOTE: Permanent residence in relation to any person means a ratepayer or consumer of municipal services and their immediate families where such person has been resident in the Council's area of jurisdiction for a continuous period exceeding 3 months. The submission of a current consumer account will serve as proof of permanent residence.		0.00
PUBLIC SWIMMING POOL BYLAWS		0.00
1. Entrance fee		0.00
(a) Scholars per day	R8	8.00
(b) Adults per day	R15	15.00
2. Season tickets	R0	0.00
(a) Per child under 18 years	R224	236.00
(b) Per adult	R450	473.00
(c) Parents who cannot afford the prescribed tariffs may apply in writing to the Director: Culture and Amenities who, after due consideration, may decide to issue a free season ticket for the aforementioned school-going children	R0	0.00
3. Monthly tickets	R0	0.00
(a) Per child under 18 years	R65	69.00
(b) Per adult	R95	100.00
4. Pensioners are exempted provided application has been made for pensioners' entrance ticket concessions	R0	0.00
5. Hire of Newcastle swimming pools	R0	0.00
(a) 10:00 - 14:00 (or part thereof)	R20	217.00
(b) 14:00 - 18:00 (or part thereof)	R171	179.00
(c) 18:00 - 24:00 (or part thereof)	R258	271.00
(d) Galas : Newcastle swimming pool	R1,126	1182.00
(e) Instructors making use of municipal swimming pools for their own account shall pay R5,00 per lane per hour and shall further be required to purchase a season or monthly ticket	R0	0.00
(f) Parents of members of swimming clubs during practice sessions, with proof of identity to the satisfaction of the Director : Culture and Amenities , excluding the personal use of the swimming pool facilities	Free	Free
(g) The tariff of charges per floodlight standard for the use of floodlights at the Newcastle swimming pool shall be determined according to the formula [(T+N) x Z, T = tariff of charge, N = maintenance costs, Z = percentage increase or decrease in T and N as determined by Council from time to time]		0.00
6. Hire of Newcastle swimming pool hall		0.00
Monday to Thursday		0.00
(a) Hire for commercial purposes, per hour		0.00
(i) Hall	R206	217.00
(ii) Side room	R104	109.00
(iii) Kitchen	R104	109.00
(b) Hire for meetings, weddings, anniversaries, children's parties & sports functions, per hour	R0	0.00
(i) Hall	R145	152.00
(ii) Side room	R73	77.00
(iii) Kitchen	R73	77.00
(c) Hire for exhibitions, per hour	R0	0.00
(i) Hall	R174	183.00
(ii) Side room	R87	92.00
(iii) Kitchen	R87	92.00
(d) Hire for non-profit organisations, per hour	R0	0.00
(i) Hall	R100	105.00
(ii) Side room	R42	44.00
(iii) Kitchen	R42	44.00
(e) Preparation for functions contemplated in (a)-(d) above, per hour	R56	59.00
(f) Hire for sport and recreational activities by member groups of the Recreation Centre residing in Newcastle - Monday to Sundays	R0	0.00
(g) Hire for sport and recreational activities by member groups of which more than 50% of the group members are non-residents of Newcastle and not owning any fixed member-property in the town - Mondays to Saturdays	R0	0.00
7. Hire of public-address system, per day or part thereof	R192	202.00
8. Hire of tuck shop per day or part thereof	R168	176.00
9. Fridays and Saturdays the tariff to hire the Newcastle swimming pool hall and tuck shop	Normal tariff in 5(a) to (e) above + 25%	
10. Sundays and public holidays the tariff to hire the Newcastle swimming pool hall and tuck shop	Normal tariff in 5(a) to (e) above + 25%	
11. Hire of hall and facilities by non-residents	Normal rate + 25%	
12. Refundable deposit per function, meeting, etc.	R2,984	3133.00
13. School utilizing a municipal swimming pool during the swimming season for physical exercise for all their pupils, per season	R780	819.00
		0.00
NEWCASTLE RECREATION CENTRE		0.00
		0.00

	2019/2020 Final Tariff		Final Tariff 2020/2021
The tariffs of charges set out below shall be applicable to the hire of the hall or any of the facilities in connection therewith and shall be payable in advance together with a refundable deposit. The hall and all facilities and services shall, in the discretion of Council, be made available free of charge for civic mayoral receptions, functions and meetings held by Council, municipal elections, functions specially approved by Council.			0.00
<u>Mondays to Thursdays</u>			0.00
1. Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars, boxing and wrestling matches, beer festivals, weddings, anniversaries and children's parties, per hour	R250		262.00
2. Hire for political, per hour	R200		210.00
3. Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions, where the hall is required	R0		0.00
(a) For one day or part thereof, per hour	R206		217.00
(b) For longer than one day, per day	R708		744.00
4. Hire for non-profit organisations including external sporting bodies: Member groups on Sundays, per hour	R164		173.00
5. Preparation for functions contemplated in 1 to 4 above, per hour	R56		59.00
6. Hire of kitchen, per hour	R126		132.00
7. Hire of side room, per hour	50% of tariff under 1-4 above		
8. Hire of public-address system, per day or part thereof	R216		226.00
9. Hire for sport and recreation activities by member group residing in Newcastle - Mondays to Saturdays	50% of group membership fees derived per month		
10. Hire for sport and recreation activities by member groups of which more than 50% of the group membership members are non-residents of Newcastle and not owning and fixed property in the town - Mondays to Saturdays	15% of group member derived per month		
11. Fridays and Saturdays: The tariff to hire the Newcastle Recreation Hall	Normal tariff for hire mentioned		
12. Sundays and Public Holidays: The tariff to hire the Newcastle recreation hall	Normal tariff for hire mentioned		
13. Hire of hall and facilities by non-residents	Normal rate + 25%		
14. Refundable deposit per function, meeting, etc.	R1 876		1 970.00
Hire for sport by member group	5% of monthly income		0.00
Membership fee per month	R5		6.00
Non-residential members	R7		8.00
Family membership (3 or more family members enrolled for activities at the centre)	R3		3.00
Hire for sport by member group without an instructor per month	R21		22.00
Membership fee per member monthly	R5		6.00
Non-residential members monthly fee per member	R7		8.00
Hire for recreational activities by member groups (e.g. toddler playground, after care group)	5% of monthly income		0.00
Membership fee per member monthly	R5		6.00
Non-residential per member monthly	R7		8.00
Holiday programme per member monthly	R3		3.00
			0.00
HIRE OF SPORTS GROUNDS			0.00
The tariff of charges set out below shall be applicable to the hire of sports grounds and unspecified open spaces and shall be payable in advance:-			0.00
(a) For public or private use by profit-making organisations			0.00
(i) For the first three days, per day, excluding services	R939		986.00
(ii) Thereafter, per day or part thereof, excluding services	R178		187.00
(iii) For sports facilities, per facility per day	R301		316.00
(b) For non-profit organisations, groups or individuals other than for private gain	R0		0.00
(i) For the first three days, excluding services	Free		
(ii) Thereafter, per day or part thereof, excluding services	R178		187.00
	R0		0.00
CAMP AND CARAVAN PARK BYLAWS			0.00
1. Fees payable in respect of permits for camp and caravan sites	R0		0.00
(a) Site, per day	R99		104.00
(b) Site, per day for groups with more than 10 caravans	R74		78.00
(c) Per person over five years of age, per day: Maximum of six persons per site	R28		29.00
(d) Per person over five years of age, per day for groups with more than 10 caravans: Maximum of six persons per site	R19		20.00
(e) Use of electricity, per day, per site	R47		49.00
(f) Use of electricity, per day, per site for groups with more than 10 caravans	R28		29.00
2. Fees for use of the following:	R0		0.00
(a) Washing machine, per load	R19		20.00
(b) Tumble drier, per load	R19		20.00
3. Fees for persons working in Newcastle per day, per person	R113		119.00
4. Fee payable by bona fide travellers for the use of ablution facilities, per person	R28		29.00
5. Entrance fee to the Amcor Dam Recreation Resort, including admission to the swimming pool, but excluding the use of facilities limited to bona fide visitors to the caravan park only	R0		0.00
(a) Adults, per day	R16		16.00
(b) Scholars, per day (12 years and under)	R8		8.00
(c) Busses, per bus, per day	R366		385.00
6. Entrance fee to the Boschhoek Dam picnic area	R0		0.00
(a) Adults, per day	R12		13.00
(b) Children, per day	R8		8.00
7. Hire of Amcor Dam for public or private use by profit motivated organisation	R0		0.00
(a) For the first day, excluding the cost of services	R22 773		23912.00
(b) Thereafter, per day, excluding the cost of services	R11 387		11956.00
(c) Refundable deposit, per function	R4 557		4785.00
8. Hire of Amcor Dam by non profit motivated organisation	R0		0.00
(a) For the first day, excluding the cost of services	R2 278		2392.00
(b) Thereafter, per day, excluding the cost of services	R1 144		1201.00
(c) Refundable deposit, per function	R2 279		2392.00
9. Hire of caravan site, per person, per month	R3 312		3477.00
10. Storage of caravan, per day	R56		59.00
	R0		0.00

		2019/2020 Final Tariff			Final Tariff 2020/2021
	CLEANING OF PLOTS / VACANT ERVEN				
		R0			0.00
1.	Cleaning of plots / vacant erven:	R0			0.00
(a)	Erven not exceeding 1.000m ²	R1.591			0.00
(b)	Erven from 1.000m ² to 2.000m ²	R2.727			1670.00
(c)	Erven from 2.000m ² to 4.000m ²	R4.999			2863.00
(d)	Erven from 4.000m ² to 10.000m ²	R9.543			5249.00
(e)	Erven in excess of 10.000m ²	R11.815			10020.00
	(Payments to be receipted against cost centre/item 403034)				12406.00
					0.00
					0.00

		2019/2020 Final Tariff		Final Tariff 2020/2021
	HALLS			0.00
	General			0.00
	The tariffs of charges set out under the various categories below shall include all the facilities in connection therewith and shall be payable in advance. No reservation will be made or date for any hall will be reserved unless the amount for the hired accommodation together with the refundable deposit, has been paid in full.			0.00
	The full rental amount, excluding the deposit, will be forfeited to Council when the hirer cancels or postpones a reservation, unless Council is notified in writing at least 30 days prior to the reserved date about the cancellation.			0.00
	Any hall referred to below and all facilities and services concerned shall, at the discretion of Council, be made available free of charge for civic mayoral functions, functions and meetings held by Council, municipal elections and functions specially approved by Council.			0.00
	A hirer shall re-arrange and clean the premises and exterior surrounding of the under mentioned halls and/or facilities within the time permitted by the Caretaker, failing which he/she shall forfeit the deposit paid. The Director: Culture and Amenities may, if required, increase the minimum deposit.			0.00
	Should the hall or facility be booked by a hirer, and the facility is required for use by Council, the hirer will be requested to use an alternative hall or facility available from Council.			0.00
	Halls shall not be used as overnight accommodation and will be available daily from 08h00 to 24h00. Penalty fees of R500,00 per hour or part thereof shall be levied in instances where the halls are not vacated by 24h00. (Shows and exhibitions with a duration of more than one day exempted.)			
A.	TOWN HALL			0.00
	Mondays to Thursdays			0.00
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R352		370.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R275		289.00
3.	Hire for political meetings, per hour or part thereof	R275		289.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only, or part thereof, per hour	R282		296.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R960		1008.00
6.	Hire for non-profit organisations, per hour or part thereof	R190		196.00
7.	Hire for religious purposes, per hour or part thereof	R155		163.00
8.	Preparation of functions contemplated in 1 to 7 above, per hour or part thereof	R85		89.00
9.	Rehearsals, per day or part thereof	R169		177.00
10.	Hire of Supper Room: Tariffs applicable as per 1 to 9 above	50% of tariffs		50% of tariffs
11.	Hire of kitchen, per hour or part thereof	R155		163.00
12.	Hire of upright piano, per day or part thereof	R155		163.00
13.	Hire of public address system, per day or part thereof	R261		274.00
14.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
15.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
16.	Fridays and Saturdays: Tariff to hire the Town Hall	Normal tariff for hire mentioned in 1-15 above + 25%		Normal tariff for hire mentioned in 1-15 above + 25%
17.	Sundays and Public Holidays: Tariff to hire the Town Hall	Normal tariff for hire mentioned in 1-15 above + 50%		Normal tariff for hire mentioned in 1-15 above + 50%
18.	Refundable deposit per function, meeting, etc.	R2 355		2473.00
19.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
20.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
B.	FARMERS HALL			
	Mondays to Thursdays			
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R268		281.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R226		237.00
3.	Hire for political meetings, per hour or part thereof	R240		252.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only, or part thereof, per hour	R233		245.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R592		621.00
6.	Hire for religious purposes, per hour or part thereof	R99		104.00
7.	Hire for non-profit organisations, per hour or part thereof	R190		200.00
8.	Preparation for functions contemplated in 1 to 7 above, per hour or part thereof	R85		90.00
9.	Rehearsals, per day or part thereof	R169		177.00
10.	Hire of kitchen facilities, per hour or part thereof	R148		155.00
11.	Hire of Farmers' Hall grounds, per day or part thereof	R726		762.00
12.	Hire of new stables, per stable, per day or part thereof	R56		59.00
13.	Hire of old stables, per stable, per day or part thereof	R42		44.00
14.	Hire of toilet facilities, per day or part thereof	R190		200.00
15.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
16.	Additional charge for special preparation of the arena, per day or part thereof	R240		254.00
17.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
18.	Fridays and Saturdays: The tariff to hire the Farmers Hall	Normal tariff for hire mentioned in 1-17 above + 25%		Normal tariff for hire mentioned in 1-17 above + 25%
19.	Sundays and Public Holidays: The tariff to hire the Farmers Hall	Normal tariff for hire mentioned in 1-17 above + 50%		Normal tariff for hire mentioned in 1-17 above + 50%
20(a)	Refundable deposit per function, meeting, etc.	R2 017		2118.00
(b)	Refundable deposit for cleaning of stables	R960		1063.00
21.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
22.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
C.	RICHHVIEW CIVIC CENTRE			
	Mondays to Thursdays			

		2019/2020 Final Tariff		Final Tariff 2020/2021
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R331		348.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R268		281.00
3.	Hire for political meetings, per hour or part thereof	R268		281.00
4.	Hire for religious purposes, exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only or part thereof, per hour	R289		303.00
5.	Hire for religious purposes, exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R754		792.00
6.	Hire for non-profit organisations, per hour or part thereof	R204		214.00
7.	Preparation for functions contemplated in 1 to 6, per hour or part thereof	R85		89.00
8.	Rehearsals, per day or part thereof	R169		177.00
9.	Hire for religious purposes, per hour or part thereof	R85		89.00
10.	Hire of cooking area, per hour or part thereof (including gas)	R310		326.00
11.	Hire of public-address system, per day or part thereof	R240		252.00
12.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
13.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
14.	Fridays and Saturdays: The tariff to hire the Richview Civic Centre	Normal tariff for hire mentioned in 1-13 above + 25 %		Normal tariff for hire mentioned in 1-13 above + 25 %
15.	Sundays and Public Holidays: - The tariff to hire the Richview Civic Centre	Normal tariff for hire mentioned in 1-13 above + 50 %		Normal tariff for hire mentioned in 1-13 above + 50 %
16.	Refundable deposit per function, meeting, etc.	R2,512		2796.00
17.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
18.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
D. FAIRLEIGH COMMUNITY HALL				
<i>Mondays to Thursdays</i>				
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R268		281.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R226		237.00
3.	Hire for political meetings, per hour or part thereof	R226		237.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only or part thereof, per hour	R240		252.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R592		621.00
6.	Hire for non-profit organisations, per hour or part thereof	R169		177.00
7.	Preparation for functions contemplated in 1 - 6, per hour	R78		82.00
8.	Rehearsals, per day or part thereof	R169		177.00
9.	Hire for religious purposes, per hour or part thereof	R99		104.00
10.	For the purpose of conducting playgroups by any organisations referred to in 6 above, during week days: For every group of 30 children or part thereof, per month	R226		237.00
11.	Hire of public-address system, per day or part thereof	R240		252.00
12.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
13.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
14.	Fridays and Saturdays: - The tariff to hire the Fairleigh Community Hall	Normal tariff for hire mentioned in 1-13 above + 25%		Normal tariff for hire mentioned in 1-13 above + 25%
15.	Sundays and Public Holidays: The tariff to hire the Fairleigh Community Hall	Normal tariff for hire mentioned in 1-13 above + 50%		Normal tariff for hire mentioned in 1-13 above + 50%
16.	Refundable deposit per function, meeting, etc.	R1,996		2096.00
17.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
18.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
E. NEWCASTLE SHOW HALL				
<i>Monday to Thursday</i>				
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R352		370.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R275		289.00
3.	Hire for political meetings, per hour or part thereof	R275		289.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only or part thereof, per hour	R289		313.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R939		986.00
6.	Hire for non-profit organization, per hour or part thereof	R226		237.00
7.	Hire for religious purposes, per hour or part thereof	R190		200.00
8.	Preparation for functions contemplated in 1 to 7 above, per hour or part thereof	R120		126.00
9.	Rehearsals, per day or part thereof	R204		214.00
10.	Hire of toilet facilities, per day or part thereof	R226		237.00
11.	Hire of the kitchen, per hour or part thereof	R190		200.00
12.	Hire of public-address system, per day or part thereof	R494		519.00
13.	Cost of operator for public-address system	Costs + 10%		Costs + 10%
14.	Use of air-conditioner, per hour or part thereof	R437		459.00
15.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
16.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
17.	Fridays and Saturdays: -The tariff to hire the Show Hall	Normal tariff for hire mentioned in 1-16 above + 25%		Normal tariff for hire mentioned in 1-16 above + 25%
18.	Sundays and Public Holidays: The tariff to hire the Show Hall	Normal tariff for hire mentioned in 1-16 above + 50%		Normal tariff for hire mentioned in 1-16 above + 50%
19.	Refundable deposit per function, meeting, etc.	R2,949		3096.00
20.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
21.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
F. MADADANI COMMUNITY HALL				
<i>Mondays to Thursdays</i>				
		R0		

		2019/2020 Final Tariff		Final Tariff 2020/2021
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R268		281.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R226		237.00
3.	Hire for political meetings, per hour or part thereof	R240		252.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only or part thereof, per hour	R240		649.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R618		649.00
6.	Hire for religious purposes, per hour or part thereof	R99		104.00
7.	Hire for non-profit organisations, per hour or part thereof	R190		200.00
8.	Preparation for functions contemplated in 1 to 7 above, per hour or part thereof	R78		82.00
9.	Rehearsals, per day or part thereof	R169		177.00
10.	Hire of public-address system, per day or part thereof	R261		274.00
11.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
12.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
13.	Fridays and Saturdays: The tariff to hire the Community Hall	Normal tariff for hire mentioned in 1-12 above + 25%		Normal tariff for hire mentioned in 1-12 above + 25%
14.	Sundays and Public Holidays: The tariff to hire the Community Hall	Normal tariff for hire mentioned in 1-12 above + 50%		Normal tariff for hire mentioned in 1-12 above + 50%
15.	Refundable deposit per function, meeting, etc.	R2 165		2273.00
16.	Municipal Councillors utilizing the halls with special consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
17.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
G. OSIZWENI COMMUNITY HALL				
	Mondays to Thursdays	R0		
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R289		303.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R261		274.00
3.	Hire for political meetings, per hour or part thereof	R261		274.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only or part thereof, per hour	R261		274.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R818		860.00
6.	Hire for non-profit organisations, per hour or part thereof	R190		200.00
7.	Hire for religious purposes, per hour or part thereof	R99		104.00
8.	Preparation for functions contemplated in 1 - 7 above, per hour or part thereof	R85		89.00
9.	Rehearsals, per day or part thereof	R169		177.00
10.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
11.	Hire of supper room per hour or part thereof	50% of tariff mentioned under 1-9 above		50% of tariff mentioned under 1-9 above
12.	Hire of public-address system, per day or part thereof	R338		338.00
13.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
14.	Fridays and Saturdays: The tariff to hire the Community Hall	Normal tariff for hire mentioned in 1-13 above + 25%		Normal tariff for hire mentioned in 1-13 above + 25%
15.	Sundays and Public Holidays: The tariff to hire the Community Hall	Normal tariff for hire mentioned in 1-13 above + 50%		Normal tariff for hire mentioned in 1-13 above + 50%
16.	Refundable deposit per function, meeting, etc.	R2 512		2638.00
17.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
18.	Municipal Councillors and Municipal officials for private use (payment of amenity immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
H. CHARLESTOWN COMMUNITY HALL				
	Mondays to Thursdays			
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R99		104.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R78		82.00
3.	Hire for political meetings, per hour	R85		89.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only or part thereof, per hour	R85		89.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R190		200.00
6.	Hire for non-profit organisations, per hour or part thereof	R71		75.00
7.	Preparation for functions contemplated in 1 to 6 above, per hour or part thereof	R56		59.00
8.	Rehearsals, per day or part thereof	R78		82.00
9.	Hire for religious purposes, per hour or part thereof	R42		44.00
10.	Hire of the kitchen, per hour or part thereof	R169		177.00
11.	Hire of public address system, per day or part thereof	R226		237.00
12.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
13.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
14.	Fridays and Saturdays: The tariff to hire the Community Hall	Normal tariff for hire mentioned in 1-13 above + 25%		Normal tariff for hire mentioned in 1-13 above + 25%
15.	Sundays and Public Holidays: The tariff to hire the Community Hall	Normal tariff for hire mentioned in 1-13 above + 50%		Normal tariff for hire mentioned in 1-13 above + 50%
16.	Refundable deposit per function, meeting, etc.	R508		533.00
17.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
18.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
I. JBC HALL				
	Mondays to Thursdays			
1.	Hire for commercial purposes, dances, banquets, performances, concerts, film shows, bazaars and beer festivals, per hour or part thereof	R268		281.00
2.	Hire for weddings, anniversaries and children's parties, per hour or part thereof	R226		237.00

		2019/2020 Final Tariff		Final Tariff 2020/2021
3.	Hire for political meetings, per hour or part thereof	R226		237.00
4.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for one day only or part thereof, per hour	R240		252.00
5.	Hire for exhibitions of arts and crafts, art exhibitions, industrial and commercial exhibitions where the hall is required for longer than one day, per day or part thereof	R592		622.00
6.	Hire for non-profit organisations, per hour or part thereof	R169		177.00
7.	Preparation for functions contemplated in 1 - 6, per hour	R78		82.00
8.	Rehearsals, per day or part thereof	R169		177.00
9.	Hire for religious purposes, per hour or part thereof	R99		104.00
10.	For the purpose of conducting playgroups by any organisations referred to in 6 above, during week days: For every group of 30 children or part thereof, per month	R222		234.00
11.	Hire of public-address system, per day or part thereof	R240		252.00
12.	Hire of hall for sport purposes, per hour or part thereof	R282		296.00
13.	Hire of hall and facilities by non-residents	Normal rate + 25%		Normal rate + 25%
14.	Fridays and Saturdays: - The tariff to hire the Fairleigh Community Hall	Normal tariff for hire mentioned in 1-13 above + 25%		Normal tariff for hire mentioned in 1-13 above + 25%
15.	Sundays and Public Holidays: The tariff to hire the Fairleigh Community Hall	Normal tariff for hire mentioned in 1-13 above + 50%		Normal tariff for hire mentioned in 1-13 above + 50%
16.	Refundable deposit per function, meeting, etc.	R1 905.00		2001.00
17.	Municipal Councillors utilizing the halls with special written consent from the Municipal Manager, for the purpose of ward meetings, information sessions to the public, e.g. crime aids etc.	Free of charge		Free of charge
18.	Municipal Councillors and Municipal officials for private use (payment due immediately with booking of facility)	Tariffs as applicable to private persons		Tariffs as applicable to private persons
J	OSIZWENI ARTS CENTRE			
	General			
	The tariffs of charges shall be payable in advance. No reservation will be made or date will be reserved unless the amount for the hired accommodation together with a refundable deposit, has been paid in full.			
	The full rental amount, excluding the deposit, will be forfeited to Council when the hirer cancels or postpones a reservation, unless Council is notified in writing at least 30 days prior to the reserved date about the cancellation.			
	The facility, shall, at the discretion of Council, be made available free of charge for civic mayoral functions, functions and meetings held by Council, and functions specially approved by Council.			
	A hirer shall re-arrange and clean the premises and exterior surrounding of the facility within the time permitted by the Caretaker, failing which he/she shall forfeit the deposit paid. The Director: Culture and Amenities may, if required, increase the minimum deposit.			
	Mondays to Thursdays			
1	Hire for commercial purposes, performances, concerts, film shows, per hour or part thereof	R226.00		237.00
2	Hire for exhibitions of arts and crafts, where the Arts Centre is required for one day only or part thereof, per hour	R226.00		237.00
3	Hire for exhibitions of arts and crafts, where the Arts Centre is required for longer than one day, per day or part thereof	R754.00		792.00
4	Hire for religious purposes, per hour or part thereof	R78.00		82.00
5	Hire for non-profit organisations, per hour or part thereof	R155.00		163.00
6	Preparation for functions contemplated in 1 to 6 above, per hour or part thereof	R155.00		163.00
7	Rehearsals, per day or part thereof	R113.00		163.00
8	Hire of hall and facilities by non-residents	Normal rate + 25%		119.00
9	Fridays and Saturdays: The tariff to hire the Arts Centre	Normal tariff for hire mentioned in 1-8 above + 25%		Normal tariff for hire mentioned in 1-8 above + 25%
10	Sundays and Public Holidays: The tariff to hire the Arts Centre	Normal tariff for hire mentioned in 1-8 above + 50%		Normal tariff for hire mentioned in 1-8 above + 50%
11	Refundable deposit per function, meeting, etc.	R2 067		2170.00

		2019/2020 Final Tariff		Final Tariff 2020/2021
K	FORT AMIEL MUSEUM			
	General			
1	Functions and programmes organised by/or done in liaison with the Directorate Culture and Amenities			Free of charge
2	Hire of facility and/or grounds for commercial purposes, festivals, braais, picnics, children's parties, for groups below 20 people			86.96
3	Hire of facility and/or grounds for commercial purposes, festivals, braais, picnics, children's parties, for groups over 20 people			173.91
4	Hire for exhibitions of arts and crafts and baars where the facility is required for one day only, per hour or part thereof, per hour			173.91
	BYLAWS RELATING TO PUBLIC LIBRARIES			
1	In instances where the library material is returned after the specified return date, a borrower of such material shall be liable to pay a fine -			0.00
(a)	In the case of audio visual material, per item per day or part thereof	R1,00 subject to maximum fine of R5.00		R1,00 subject to maximum fine of R5.00
(b)	In the case of books for which there is a waiting list of more than ten members per day or part thereof	R1,00 subject to a maximum of R10.00		R1,00 subject to a maximum of R10.00
(c)	In the case of any other library material, including books, for which there is no waiting list of more than ten members per week or part thereof	R1,00 subject to a maximum fine of R5.00 per item		R1,00 subject to a maximum fine of R5.00 per item
(d)	In the case where reminders have been sent to members, an administrative fee.	28		25.22
2	Membership fees			0.00
(a)(i)	Membership fees for borrowers living outside the municipal area of Newcastle and who do not own property within the said area, payable annually in advance	R327.00		298.26
(a)(ii)	Membership fees for children of school-going age or younger, living outside the municipal area of Newcastle and whose parents or legal guardian do not own property within the said area, on condition that at least one of the parents or guardian is a member of the library	Free of charge		Free of charge
(b)(i)	The following refundable deposit is payable by persons not usually resident in Newcastle (visitors) and can be forfeited in total or partially if the books are not returned or returned in a damaged condition which is not due to ordinary wear and tear	R496.00		453.04
(b)(ii)	Persons not usually resident in Newcastle (visitors) must supply a fixed residential address and are limited to borrow 3 items only per person			0.00
3	Patron Cards			0.00
(a)	Fee for the patron card	14		13.04
(b)	Thereafter, per lost card	21		19.13
4	Photostat copies			
(a)	Photostat copies - per A4 copy (Black and White)	1		1.00
(b)	Photostat copies - per A4 copy (Colour)	6		6.00
(c)	Photostat copies - per A3 copy (Black and White)	2		2.00
(d)	Photostat copies - per A3 copy (Colour)	12		12.00
5	Public access computers/internet			
(a)	For the use of the public access computers or the internet	Free of charge		Free of charge
(b)	For printing, per A4 copy (Black and White)	R2.00		2.00
(c)	For printing, per A4 copy (Colour)	8		8.00
(d)	For printing, per A3 copy (Black and White)	R 4.00		4.00
(e)	For printing, per A3 copy (Black and White)	R 17.00		17.00
6	Damage or loss of library material			0.00
(a)	Damage to books	Estimated value of book as determined by the librarian at the time of damage, but not exceeding the cost of the item		Estimated value of book as determined by the librarian at the time of damage, but not exceeding the cost of the item
(b)	Lost books	Full cost of item		Full cost of item
(c)	Damage or loss of records, videos, films or any other library material	Full cost of item		Full cost of item
M	GROUP ACTIVITIES ROOMS			
	Newcastle Library			
	May not be used for religious and/or political purposes.			
	The tariff of charges shall be applicable to the hire of any group activities room or any of the facilities in connection therewith and shall be payable in advance.			
	Any group activity room and all facilities and services shall, at the discretion of the Council, be made available free of charge for civic mayoral functions, functions and meetings held by the Council and functions specially approved by the Council			
1	Cultural and/or educational purposes organised/arranged by the Directorate Culture and Amenities	Free of Charge		Free of Charge
2	Where the group activity room is required for one day only or part thereof, per hour	R 158.00		144.35
3	(a) Use of group activity room where it is required for periods longer than one day, per day or part thereof (normal office hours 08h00 - 17h00 only)	R 1,061.00		968.69
(b)	Thereafter normal hourly tariffs apply			
4	Refundable deposit per function, meeting, etc.	496		453.04
5	Municipal Councillors and Municipal Officials for private use (payment due immediately with booking of facility)	Approved tariffs as applicable to private persons apply		Approved tariffs as applicable to private persons apply

		2019/2020 Final Tariff			Final Tariff 2020/2021
ELECTRICITY SUPPLY BYLAWS					
1.	Abbreviations and Definitions				
(a)	Abbreviations:				
<	Less than				
≤	Less than or equal to				
>	Greater than				
≥	Greater than or equal to				
A	Ampere				
c	Cents				
c/kWh	Cents per kilowatt-hour				
CPI	Consumer price index				
GWh	Gigawatt-hour				
km	Kilometre				
kVA	Kilovolt-ampere				
kvarh	Reactive kilovolt-ampere-hour				
kV	Kilovolt				
kW	Kilowatt				
kWh	Kilowatt-hour				
MFMA	Municipal Finance Management Act, No. 56 of 2003				
MVA	Megavolt-ampere				
N/A	Not applicable				
NERSA	National Energy Regulator of South Africa				
NMD	Notified maximum demand				
PF	Power factor				
R	Rand				
R/kVA	Rand per kilovolt-ampere				
TOU	Time-of-use				
V	Volt				
VAT	Value added tax				
W	Watt				
(b)	Definitions:				
Account:	Is a grouping of premises/points of delivery according to the same voltage or location.				
(Active) Energy Charge:	Is a charge for each unit of energy consumed typically charged for as c/kWh or R/MWh. For some tariffs the charge may be time and/or seasonally differentiated.				
Administration Charge / Basic Charge:	It is a contribution towards fixed costs such as meter reading, billing, administration and maintenance input and is a fixed charge payable every month whether electricity is consumed or not.				
Annual Utilised Capacity:	Is the higher of the customer's NMD or maximum demand, measured in kVA, registered during a rolling twelve month period.				
Billing:	Is the process of producing and delivering a bill (an account or invoice) for payment by a customer, calculated from the tariff schedule or as per agreement between the parties (e.g. special pricing agreements), and for the majority of customers, the consumption measured and recorded by the metering system.				
Billing Period:	Is the period from one meter reading date (actual or estimated) to the following meter reading date (actual or estimated).				
Chargeable Demand:	Is the highest average demand measured in kVA in a billing month during the chargeable time periods specified for each tariff.				
Chargeable Time Periods:	Are the time periods when demand registered will be charged for. The chargeable time periods differ and are described with the respective tariff.				
Cost-reflective Tariffs:	Are tariffs that distinguish between the unique cost components (or cost drivers) for a specific customer or customer class and where the cost components recover the full economic cost to supply electricity to that customer.				
Energy Demand Charge:	Applicable to Scale 4 and 5 tariffs, is a R/kVA charge per premise which is seasonally differentiated and is based on the chargeable demand registered during the month in order to recover peak energy costs.				
Estimated Load:	The total connected load of an installation reduced by the diversity Factors according to SABS : 0142 : 1993.				
High Voltage:	A nominal voltage of 132 000 Volt (± 5%) between any of the three phase conductors (SABS 1019).				
Key Customer:	Is a customer identified by the Municipality that receives special services or consumes/records more than four 500 kVA recordings on continuous sites.				
Licensed Area of Supply:	Is an area for which the National Electricity Regulator of South Africa (NERSA) has issued a licence to the Municipality under the provisions of the Electricity Act, No. 41 of 1987, as amended, for supply of electricity in that area. Newcastle Municipality tariffs are only applicable where the Municipality is licensed to supply.				
Load Factor:	Is a ratio between the actual energy consumed and the energy that could have been consumed had the demand remained at the maximum for a usage period.				
Low Voltage :	A nominal voltage of 400 Volt (± 10%) between any of the three phase conductors and 230 volt (± 10%) between any phase and the neutral conductor (SABS 1019).				
Maximum Demand:	Is the highest averaged demand measured in kVA or kW during any integrating period (normally 30 minutes) within a designated billing period (during all time periods).				
Maximum Demand Charge:	Payable for each kilovolt-ampere (kVA) supplied by the Council to a consumer during the demand integrating period of 30 (thirty) consecutive minutes in the month or such time periods in the month as may be applicable.				
Medium Voltage :	A nominal voltage of 11 000 Volt (± 5%) between any of the three phase conductors (SABS 1019).				
Monthly Utilised Capacity:	Is the higher of the customer's NMD or maximum demand, measured in kVA, registered during the billing month.				
Network Charge:	Is a charge payable per premise every month. The purpose of the network charge is to recover part of the fixed network costs (including capital, operations, maintenance and refurbishment) associated with the provision of network capacity required and reserved by the customer. For some tariffs the network charge is unbundled into a Network Demand Charge (NDC) and/or a Network Access Charge (NAC).				
Network Demand Charge:	Is a charge that recovers network costs on a variable basis and is payable for the chargeable demand registered during the month.				
Network Access Charge:	Is a charge that recovers network costs on a fixed basis and is based on the annual utilised capacity.				

	2019/2020 Final Tariff		Final Tariff 2020/2021
Notified Maximum Demand (NMD): Is the maximum demand notified in writing by the customer and accepted by the Municipality, that the customer requires the Municipality to be in a position to supply on demand during all time periods. It is normally the capacity that the Municipality will reserve for a customer for the short term, i.e. the following year. One calendar-month's notice must be given in writing by the consumer to the Council of any increase or decrease in the notified maximum demand and of the date upon which the revised supply is made available, the notified maximum demand shall be increased or decreased accordingly. <i>Note: The notification of demand is governed by a set of rules called the NMD rules.</i>			
Point of Supply: Means a physical point on the electrical network where electricity is supplied to the customer or where the customer's network connects to that of the Municipality (also see premise).			
Power Factor: Is the ratio of kW to kVA measured over the same integrating period. <i>Note: Contractually a customer may not have a leading power factor or a power factor below 0,85.</i>			
Premise or Point of Delivery: Means either a single Point of Supply or a specific group of Points of Supply located within a single substation, at which electricity is supplied to the customer at the same declared voltage and tariff, and can be a metering or summation point.			
Rate Components: Are the different charges associated with a tariff that recover different costs, for example energy charge.			
Rate-rebalancing Levy: Is a separate rate component, shown on Scale 5, Time-of-Use tariff for customers' bills and indicating inter-tariff subsidies (subsidies between tariffs) in a more transparent manner. The rate-balancing levy is applied to the total active energy consumption and is not subject to the voltage and/or transmission surcharge.			
Reactive Energy Charge: Is a charge applicable if applied, to Time-of-Use tariff and is based on the reactive power used. It is levied on every kvar/h (reactive energy) which is registered in excess of 30% of the kWh (active energy) supplied during the specified periods of the month. There is no reactive energy charge for a customer operating with a lagging power factor of 0,96 or better. The method of calculating this excess differs and is described with the respective tariff.			
Single-phase Supply: A 50 Hz a.c. supply at 230 V r.m.s. phase-to-neutral. The neutral carries the full load current.			
Tariff: Is a combination of monthly charges each at particular rates that are usually escalated annually and are applied to recover measured quantities such as consumption and capacity costs and unmeasured quantities such as service costs.			
Three-phase Supply: A 50 Hz a.c. supply at 230 V r.m.s. phase to neutral; 400 V r.m.s. phase-to-phase (120° vector phase displacement).			
Time-of-Use (TOU) Tariff: Is a tariff that has different energy rates for different time periods and seasons in order to more accurately reflect the shape of the Municipality's long run marginal energy cost of supply at different times.			
Voltage Surcharge: Is a percentage surcharge levied to customers with lower supply voltages as a contribution to the cost to transform electricity from 11 kV to lower voltages. It is calculated as a percentage of the active energy charge, the energy demand charge (where applicable) and the network charge to reflect the higher cost at lower voltage.			
2. Conditions applicable to all tariff scales			
(a) A consumer may apply to the Council to be billed on either the standard or the Time-of-Use tariff. A consumer may not apply to change over from the standard to the Time-of-Use tariff or from the Time-of-Use to the standard tariff more than once in a period of 12 months			
(b) A consumer may apply to the Council to reduce or to increase the size of a circuit breaker (MCB) or the notified maximum demand. A consumer may not apply to reduce a circuit breaker or to reduce the notified maximum demand more than once in a period of 12 months			
(c) Definitions not covered by the Council's Bylaws will be the same as those recorded in the Eskom Tariff of Charges.			
(d) All infra structure up to the point of supply remains the property of the Newcastle Municipality and shall be handed over in accordance with the Electricity Department's standards. Maintenance of these assets and replacement will therefore be for the Newcastle Municipality's account.			
3. Scale 1 : 20A domestic supplies			
(a) This scale shall also apply to industries with a maximum estimated load of 20A single phase			
(b) Monthly basic charge per metered connection point of supply whether electricity is consumed or not	R47		R 51.71
(c) Active energy charge, per kWh consumed during the month	R1		R 1.0973
(d) Prepayment meter tariff:-			
(i) Active energy charge, per kWh consumed	R1		R 1.5735
4. Scale 2 : 60A domestic supplies			
(a) This scale shall also apply to domestic dwellings, churches, charitable organisations and sporting bodies with a single phase supply			
(b) Monthly basic charge:-			
(i) Per metered connection point of supply whether electricity is consumed or not	R237		R 251.73
(ii) Per vacant lot where electricity can be connected	R217		R 230.34
(c) Active energy charge			
(i) Standard tariff per kWh consumed during the month			
(ii) Inclining Block Rate Tariff (IBTs) for residential/domestic customers as follows:			
Domestic Conventional			
Block 1 : (0-50kWh)	R1		R 1.1101
Block 2 : (51-350kWh)	R1		R 1.4272
Block 3 : (351-600kWh)	R1		R 1.5726
Block 4 : (>600kWh)	R2		R 1.6109
(iii) Time-of-Use tariff per kWh consumed during the month in accordance with Eskom's specified time schedule			
TOU-Tariff High Season			
(a) Peak	R4		R 3.7702
(b) Standard	R1		R 1.4467
(c) Off-peak	R1		R 0.8563
National Sports Codes to be exempted from paying electricity consumption during off-peak (until 22H00).			
TOU-Tariff Low Season			
(a) Peak	R2		R 2.2857
(b) Standard	R1		R 1.1931
(c) Off-peak	R1		R 0.6497
(iv) Inclining Block Rate Tariff (IBTs) for residential/domestic customers on prepaid electricity, as follows:			
Domestic Pre-paid			
Block 1 : (0-50kWh)	R1		R 1.1101

	2019/2020 Final Tariff	Final Tariff 2020/2021
Block 2 : (51-350kWh)	R1	R 1.4272
Block 3 : (351-600kWh)	R1	R 1.5726
Block 4 : (>600kWh)	R2	R 1.6109
(d) Indigent households will be subsidised to a maximum of 50 kWh and the basic charge per month		
5. Scale 3 : Large domestic supplies and small business premises		
(a) This scale shall also apply to churches, charitable organisations and sporting bodies with a load greater than 60A single phase but not exceeding 90A three phase		
(b) This scale shall apply to the small business consumer where the notified maximum demand is less than 65kVA supplied at low voltage		
(c) Monthly basic charge		
(i) Per point of supply whether electricity is consumed or not to metered connections for large domestic and small business consumers	R617	R 655.32
(ii) For a vacant business stand where electricity can be connected	R615	R 653.71
(iii) For a vacant domestic stand where electricity can be connected	R217	R 230.34
(d) Active energy charge		
(i) Standard tariff per kWh consumed during the month	R1	R 1.5325
(ii) Time-of-use tariff per kWh consumed during the month in accordance with Eskom's specific time schedule		
TOU-Tariff High Season		
(a) Peak	R3	R 2.8696
(b) Standard	R1	R 1.2232
(c) Off-peak	R1	R 0.5943
TOU-Tariff Low Season		
(a) Peak	R2	R 1.6617
(b) Standard	R1	R 1.0575
(c) Off-peak	R1	R 0.5486
6. Scale 4 : Medium business and industrial premises		
(a) This scale shall apply where the notified maximum demand is 65 kVA but less than 500 kVA supplied at low voltage. Where the notified maximum demand on the premises of a consumer exceeds 100 kVA, the Council may require the consumer to be connected to the medium or high voltage system		
(b) Monthly basic Charge:		
(i) For a vacant stand where electricity can be connected	R615	R 653.71
(ii) For a metered stand per point of supply whether electricity is consumed or not	R1.327	R 1.409.57
(c) Maximum demand Charge:		
(i) Standard: Network demand charge per kVA supplied, per month	R138	R 146.91
Network access charge per kVA supplied, per month	R120	R 127.43
(ii) Time of Use: Network demand charge per kVA supplied, per month	R43	R 46.14
Network access charge per kVA supplied, per month	R32	R 34.51
(d) Active energy Charge:		
(i) Standard tariff per kWh consumed during the month	R1	R 0.8309
(ii) Time of Use tariff per kWh consumed during the month in accordance with Eskom's specified time schedule:		
TOU-Tariff High Season		
(a) Peak	R3	R 3.2727
(b) Standard	R2	R 1.6598
(c) Off-peak	R1	R 0.9362
TOU-Tariff Low Season		
(a) Peak	R3	R 2.7689
(b) Standard	R1	R 1.2455
(c) Off Peak	R1	R 0.7752
7. Scale 5 : Large business and industrial premises		
(a) This scale shall apply where the notified maximum demand is 500 kVA but less than 4500 kVA supplied at medium or high voltage		
(b) Monthly basic Charge: -		
(i) For a vacant stand where electricity can be connected	R615	R 653.71
(ii) For a metered stand per point of supply whether electricity is consumed or not	R2.606	R 2.768.56
(c) Maximum demand Charge: -		
(i) Standard: Network demand charge per kVA supplied, per month	R126	R 133.54
Network access charge per kVA supplied, per month	R111	R 118.40
(ii) No demand charge is payable in the off peak periods according to Eskom's 'night save' tariff		
(iii) Off Peak period shall be between 22:00 and 06:00 on weekdays including Saturdays, Sundays and public holidays, as amended from time to time		
(iv) Time-of-use tariff per kVA supplied per month payable in peak and standard periods on weekdays and Saturdays		
(v) Time of Use: Network demand charge per kVA supplied, per month	R43	R 45.86
Network access charge per kVA supplied, per month	R33	R 34.80
(vi) No demand charge is applicable during of peak periods according to Eskom's specified time schedule		
(d) Active energy Charge: -		
(i) Standard tariff per kWh consumed during the month	R1	R 0.8309
(ii) Time of Use tariff per kWh consumed during the month in accordance with Eskom's specified time schedule:		
TOU-Tariff High Season		
(a) Peak	R3	R 2.8696
(b) Standard	R1	R 1.2232
(c) Off-peak	R1	R 0.5943
TOU-Tariff Low Season		
(a) Peak	R2	R 1.6617
(b) Standard	R1	R 1.0575
(c) Off Peak	R1	R 0.5486
(e) Voltage surcharge (Only applicable on the Time-of-Use tariff)		
Calculated as a percentage of the network demand, network access and active energy charges		
Supply voltage: >500 V and <66 kV	10.07%	10.07%
<500 V	17.30%	17.30%
(f) Rate-rebalancing levy (Only applicable on the Time-of-Use tariff)		
Applied to the total active energy consumption, per kilowatt hour	3.10 Cents	3.10 Cents
8. Scale 6 : Special agreement		

		2019/2020 Final Tariff			Final Tariff 2020/2021
	The Council reserves the right to negotiate special agreements and the applicable tariff with consumers where the notified maximum demand is 4 500 kVA and higher supplied at medium or high voltage.				
9.	Scale 7 : Departmental All electrical services used by Council may be considered an exempt charge. This applies to the consumption and availability charges.				
10.	Sundry Charges				
(a)	Replacing the existing single-phase meter with another type of single phase meter (pre-payment / standard	R2,500.00			
(b)	Replacing the existing standard three phase meter with:-	R0.00			
(i)	A time of use meter	R22 329.00			
(ii)	A pre-payment meter	R3 400.00			
(c)	Replacing the existing billing programme in an electronic electricity energy meter to accommodate a change in tariff	R1,100.00			
(d)	Any electrical service connection up to 1500 amperes as described in scale 1, 2, 3, 4, 5 and 7 shall comprise of the basic charge as indicated in schedule A, B and C as well as the metering required as indicated in schedule D. All costs are fixed excluding VAT				
	SCHEDULE 'A'				
	SINGLE-PHASE DOMESTIC SCALE 1, 2 & 3				
	AMPERE kVA				
	60 13.8	R7 021.00			
	80 18.4	R9 543.00			
	100 23.0	R11 693.00			
	SCHEDULE 'B'				
	BUSINESS, INDUSTRIAL SINGLE- PHASE				
	AMPERE kVA				
	60 13.8	R14 466.00			
	80 18.4	R21 380.00			
	100 23.0	R26 284.00			
	SCHEDULE 'C'				
	THREE-PHASE: SCALE 3, 4, 5 & 7				
	AMPERE kVA				
	60 40	R55 358.58			
	80 55	R73 826.00			
	100 70	R92 269.00			
	125 87	R133 815.00			
	150 100	R164 878.00			
	175 120	R191 801.00			
	200 138	R213 269.00			
	225 155	R262 426.00			
	250 173	R341 951.00			
	300 207	R473 278.00			
	350 242	R506 879.00			
	450 315	R536 490.00			
	600 415	R648 593.00			
	700 485	R728 443.00			
	900 624	R869 456.00			
	1200 831	R898 933.00			
	1500 1040	R1 049 453.00			
	SCHEDULE 'D'				
	METERING AND CIRCUIT BREAKER (PER ONE SET)				
	Single-Phase kWh standard tariff/prepayment/time of use tariff	R2 500.00			
	Three Phase kWh standard tariff	R4 500.00			
	Three Phase kWh time of use tariff	R15 700.00			
	Three Phase kVA/kWh standard or time of use tariff	R15 700.00			
(e)	The tariffs contained in Schedule E shall be payable for circuit breaker replacements when requested by the consumer for a reduction in supply	R0.00			
	SCHEDULE 'E'				
	CIRCUIT BREAKER REPLACEMENT				
	Single-Phase to a maximum 30 amperes for scale 1 consumer	R1 269.00			
	Single-phase to a maximum 100 amperes	R1 609.00			
	Three-phase to a maximum 100 amperes	R3 320.00			
(f)	All service connections above 1500 amperes as described in Scale 5, 6 and 7 are based on cost plus 10% plus extra metering costs as indicated above in Schedule E as determined by the Director: Technical Services (Electrical/Mechanical Services)				
(g)	Any alterations to existing service connections shall be charged at cost plus 10% which shall include the contribution to the additional transformer capacity requirements. The minimum amount payable when only a circuit breaker change is required for the upgrade, shall be the difference between the old and new scale as indicated in schedule A, B and C unless the client is within the capacity originally applied and paid for, or as determined by the Director: Technical Services (Electrical/Mechanical Services). Domestic premises requiring three phase electricity shall be charged the appropriate scale as indicated in schedule C and D. The existing service connection or 65 kVA, the greater of the two, shall be deducted from the transformer capacity costs where after the consumer will be liable for payment of R548.54, per kVA (VAT not applicable) for increased requirements in transformer capacity. Where the consumer has originally contributed in full for the total transformer capacity or a larger transformer is installed against the consumer's project, no kVA installation charge will be levied.	R549.00			
	Store stock material which is re-usable shall be returned to the municipal stores. The consumer will be credited 50% of the current store stock value of these materials. When a service connection is reduced the consumer shall bear the full cost of all the material, transport and labour and no refund of any monies on material will be allowed.				
	More than one supply or metering point per domestic premises shall be charged for as per three phase supply. Schedule C, plus metering as required.				
	Upgrades from single phase to three phase supply shall be calculated by subtracting the existing kVA from the required upgrade and charged per kVA as per the Network Charge (7c).				
	Individual domestic units in a group and cluster complex shall have separate metering.				
(h)	The following shall apply to the upgrade of service connections and service connections above 1500 amperes.				

	2019/2020 Final Tariff		Final Tariff 2020/2021
The consumer may supply material and labour or appoint an electrical contractor. All material supplied and work carried out shall be to the specification and satisfaction of the Director : Technical Services (Electrical/Mechanical Services) (Second-hand materials life time guarantee). A clerk of works shall be appointed by the Director: Technical Services (Electrical/Mechanical Services) to oversee the project. Tasks and materials as determined by the Director: Technical Services (Electrical/Mechanical Services) shall be carried out/supplied by the Department Electrical/Mechanical Services. The project shall be approved in writing by the Director: Technical Services (Electrical/Mechanical Services) prior to the commencement of any work. When a consumer supplies material and/or labour or appoints a contractor, all existing materials shall be returned to Council and the consumer will not be refunded for any materials.			
All material supplied by the consumer, and workmanship, shall be guaranteed for a minimum of twelve months or longer as required by the Director : Technical Services (Electrical/Mechanical Services). All maintenance costs as determined by the Director : Technical Services (Electrical/Mechanical Services) during the guarantee period, shall be for the consumer's account. All material as determined by the Director: Technical Services (Electrical/Mechanical Services) shall be ceded to Council upon completion of the project. All material, transport and labour supplied by Council shall be at cost plus 10% as determined by the Director: Technical Services (Electrical/Mechanical Services).			
(i) The cost of service connections shall be a fixed cost calculated at cost plus 10% and valid for sixty days from date of application unless the consumer requests alterations to the original design.			
(j) The point of service connections is the point at which the installation on the consumer's premises is connected to the Council's supply mains, or as determined by the Director : Technical Services (Electrical/ Mechanical Services).			
(k) The following shall be the responsibility of the electrical contractor:			
(i) The joint of the cables between the property and Council at the point of supply.			
(ii) An additional length (as determined by the Director: Technical Services (Electrical/Mechanical Services) of cable for the connection between the property and Council's equipment.			
(l) A security deposit shall be payable by all consumers as determined by Council from time to time. When the application for the provision of services is made by a corporate body/legal person, a natural person together with the corporate body/legal person, shall be accountable for the payment of all levies due to Council for services rendered. Deposits may be recalculated to cover an estimated two and a half months supply as determined by Council from time to time			
(m) Disconnection fees / late payment charges	R 696		R 731.00
(i) Business disconnection fee / late payment fee (electricity)	R 260		R 273.00
(ii) Residential (non indigent) disconnection fee / late payment fee (electricity)	R 0		R 0.00
(iii) Residential (indigent) disconnection fee / late payment fee (electricity)	R 75		R 79.00
iv) Residential (prepaid meter 20 AMP) blocking of meter	R 400		R 420.00
v) Business water restriction fee	R 150		R 158.00
vi) Residential (non indigent) water restriction fee	R 0		R 0.00
vii) Residential (indigent) water restriction fee	R 200		R 210.00
viii) Business reminder fee notice (hand delivery)	R 5		R 5.00
ix) Business reminder fee notice sms / mms/ email	R 5		R 5.00
x) Residential reminder fee sms / mms/ email	R 50		R 53.00
xi) Residential (non indigent) fee notice (hand delivery)			
(n) (i) Fee payable for the reading of meters on finalising an account, supplementary meter readings requested by consumers and repeat visits due to lack of normal access for monthly meter reading, per visit.	R168.00		R 176.00
(ii) Fee for new service connection, notice of which was received at/after 13H00 for same day service.	R306.00		R 322.00
(iii) Fee for the reading as well as analysis of special meters which are equipped with memory-bank facilities, depending on the total data available in the memory-bank of the meter	R1,181.00		R 1,240.00
(o) Fees for each visit of a representative of the Electricity Department to the consumer's premises:			
(i) Domestic	R570.00		R 598.00
(ii) Business/Industrial	R709.00		R 744.00
(p) Inspection fees: -			
(i) Initial inspection of any installation	Free of Charge		
(ii) The following tariffs shall be applied for the inspection of an existing installation if requested by the consumer	R0.00		
(a) Domestic	R1,540.00		R 1,618.00
(b) Business/Industrial	R2,223.00		R 2,334.00
(q) Fees payable for the testing of energy meters :-			
(i) Testing of each single-phase meter	R1,173.00		R 1,232.00
(ii) Testing of each three-phase meter	R1,496.00		R 1,571.00
(iii) Testing of any other type of energy meter	Cost +10%		
(r) A fee of R1 073.54 is payable per 24 hour plus a fee of R536.08 per each 24 hour period thereafter for the following	R1,074.00		R 1,127.00
(i) Single-phase voltage recordings	R536.00		R 563.00
(ii) Single-phase current recordings	R0.00		
(iii) Three-phase current recordings	R0.00		
(iv) Three-phase voltage recordings	R0.00		
(v) Power-factor recordings	R0.00		
(vi) Quality of supply to a consumer according to the requirements of NRS 048	R0.00		
(s) Temporary connections shall be restricted to unoccupied premises, gatherings and functions. Temporary connections may not exceed a period of sixty days unless written approval has been obtained from the Director : Technical Services (Electrical/Mechanical Services). After sixty days the electricity shall be turned off without further notice.	R0.00		
Temporary metered connections shall be charged at the same rate as a permanent connection as indicated in schedules A,B,C and D. For consumption as well as connection, the period of sixty days shall apply.			
The following shall apply to unmetered electricity temporary connections: Should the electricity be turned off and the consumer requests an extension of time, the consumer shall be charged for a new connection. Should the consumer request an extension of time prior to disconnection, then only the daily rate will apply (a minimum of 24-hours written notice shall be required for an extension of time). A call-out charge of R569.87 shall be payable for the connection and disconnection of an unmetered temporary electrical connection. The tariff shall be paid prior to connection (cost centre / item 020602000082).	R570.00		R 598.00
Electricity consumption fees for unmetered electricity temporary connections as indicated in schedule F shall apply per 24-hour period of part thereof.			

	2019/2020 Final Tariff	Final Tariff 2020/2021
SCHEDULE 'F'		
Single-Phase		
AMPERE		
20	R38.00	R 40.00
40	R67.00	R 70.00
60	R110.00	R 115.00
80	R134.00	R 141.00
100	R172.00	R 181.00
Three-Phase		
AMPERE		
20	R0.00	
40	R113.00	R 118.00
60	R207.00	R 218.00
80	R312.00	R 328.00
100	R395.00	R 414.00
120	R503.00	R 528.00
No refund will be allowed after disconnection of any temporary electricity connections.		
(i) Floodlighting for security purposes shall be supplied on the following conditions :-		
(i) A consumer requiring floodlighting for security purposes shall be responsible for the total installation costs thereof. The installation shall be performed by Council.		
(ii) Fixed amount payable on a monthly basis for electricity consumed as indicated below :-		
125-watt	R70.00	R 74.00
250-watt	R143.00	R 150.00
400-watt	R194.00	R 203.00
(iii) Luminaire(s) shall be removed upon request, however, payment of rental shall terminate at the end of the month following the date of removal thereof.		
(iv) Removal of the luminaire(s) shall be free of charge, however, all luminaires and associated equipment shall remain the property of Council.		
(v) Repair costs shall be the responsibility of the consumer in the event of vandalism. Repairs shall be performed by the Council.		
(vi) Amount payable for the supply and installation of floodlights, per floodlight:		
125 mercury vapour fitting	R5 479.00	R 5 753.00
250 high-pressure sodium fitting	R7 344.00	R 7 712.00
400 high-pressure sodium fitting	R7 806.00	R 8 196.00
(vii) Amount payable for the installation of a floodlight fitting supplied by the client. Only floodlight fittings approved by the Director: Technical Services (Electrical/ Mechanical Services) shall be accepted	R2,002.00	R 2 102.00
(viii) Amount payable to plant a streetlight pole for the mounting of a floodlight	R43 502.00	R 45 678.00
(u) Fees payable for the repositioning of streetlight poles:-		
(i) 3 metre mounting height	R7 517.00	R 7 892.00
(ii) 7.5 and 10 metre mounting height	R8 783.00	R 9 222.00
(v) Temporary floodlights installed on existing streetlight poles only.		
Installation and removal:		
400 W	R1 806.00	R 1 896.00
250 W	R1 806.00	R 1 896.00
125 W	R1 806.00	R 1 896.00
Hiring and electricity consumption per 24 hour period:		
400 W	R113.00	R 11 800.00
250 W	R75.00	R 78.00
125 W	R38.00	R 40.00
(w) The following shall apply to illuminated signs supplies with electricity from streetlights circuits:		
(i) the installation costs shall be as per schedule B or C		
(ii) Monthly fee payable, per 100W or portion thereof. Payment shall terminate at the end of the month following the date of removal thereof	R38.00	R 40.00
(x) Demand control relays shall be installed prior to the energizing of electricity supplies.		
The electrical contractor appointed by the property owner shall install the demand control relay at no cost to Council and according to the requirements of the Director: Technical Services (Electrical/Mechanical Services). The said relays shall remain the property of Council.		
Demand control relays are obtainable from the offices of the Director: Technical Services (Electrical/Mechanical Services).		
Domestic consumers on the standard tariff shall have a demand control relay installed controlling geysers.		
Domestic consumers on the time-of-use tariff may have the demand control relay removed in which instance the relay shall be returned to the Director: Technical Services (Electrical/Mechanical Services).		
(y) The Director: Technical Services (Electrical/Mechanical Services) will provide, free of charge, such technical assistance which may be required to comply with the regulations as set out in the Occupational Health and Safety Act No. 85 of 1993		
(z) Bid documents will be charged R250.00 per document		R 6 397.00
(aa) The reticulation cost for a subdivision of an existing residential property will be	R6 221.00	
(ab) Where an electrical supply is found to have been tampered with or the meter bypassed, the following tampering fee shall apply:		
Tampering fee : Existing Supply x Network Charge of R585.13 (as per 7c)		
Meter replacement fee as per Item 10, Sundry Charges (d), Schedule D, which depends on the type of meter used		
Sundry charges as per (i) above	R7 619.00	8000.00
Electricity consumption as per the "Official Gazette of the Province of Natal: 11 - Estimating Consumption".		
(ac) Damages to Traffic Control Equipment, in cases of an accident, inclusive of damages to any electrical equipment :		
All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time		
DRAINAGE BYLAWS		
The following fees shall be paid for blocked sewers and sewer connections:-	R1 051.00	
1. Fee for clearing private sewer blockages:-	R728.00	
(a) During normal office hours, per blockage		
(b) After normal working hours, per blockage	R7 837.00	
2. Fee for providing sewer connection:-	Cost + 6%	
(a) 100mm connection		
(b) Connections in excess of 100mm		

		2019/2020 Final Tariff			Final Tariff 2020/2021
	All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time				
	INDUSTRIAL EFFLUENT BYLAWS				
1.	The monthly charge payable by the owner or occupier of any trade premises in respect of any industrial effluent discharged into the Council's sewers, shall be assessed by uThukela Water at half yearly intervals and be notified to such owner or occupier not later than the 31st day of December and the 30th day of June in each year in accordance with the formula prescribed in paragraph (3) hereof, on the basis of the average result of not less than six analyses of the strength and quality of such effluent carried out at any time by uThukela Water during the preceding six months, which analyses may be at the discretion of uThukela Water be based on individual snap samples or on composite samples collected in a manner and under conditions approved by them from time to time, provided that each time a sample for analyses is taken one half thereof shall on his request be made available to the owner or occupier of the premises.				
	The charge thus assessed shall be payable in respect of the volume of industrial effluent recorded or determined as having been discharged each month during the preceding six months with effect from the first reading of the industrial effluent or water meter as the case may be for the month of January or July in each year.				
2.	In the case of trade premises from which industrial effluent is discharged into the Council's sewers for the first time, a charge shall be payable in respect of the interim period between the date of the first discharge and the 31st December or 30th June as the case may be. Such charge shall be assessed in accordance with the formula prescribed in paragraph (3) hereof on the basis of the average result of not less than six analyses carried out by uThukela Water from the date of first discharge and shall be paid in respect of the volume of industrial effluent discharged each month during the said interim period.				
3.	The charge payable in terms of paragraph (1) and (2) hereof shall be assessed in accordance with the following formula: $30.8 + \frac{(OA - 50)}{20} \text{ cents per kilolitre}$ (OA = mg/2l 4hr KMnO ₄) Where OA is the oxygen absorbed, expressed in milligrams per litre, from acidic N/8 potassium permanganate in 4 hours : and where the OA is determined by uThukela Water on the well shaken sample in accordance with the method of chemical analysis given in Schedule D of the Council's Industrial Effluent Bylaws, or as he may deem proper, having regard to the nature of the industrial effluent to be analysed, details of such methods and the results obtained to be kept available for a period of 12 months for inspection by the owner or occupier of the premises from which the effluent emanated.				
	In the absence of any direct measurements, the volume or quantity of trade effluent discharged into the sewer each month from any trade premises shall be estimated and determined by uThukela Water from the monthly quantity of water consumed on the premises concerned, whether obtained from the Council or from other sources, due allowance being made for water used for domestic purposes, water lost by reaction or evaporation during the process of manufacture and water present in the final products manufactured.				
	All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time				
	WATER SUPPLY BYLAWS AND SEWER BYLAWS				
A.	WATER				
	Charges for the supply of water to all properties within the municipal area on condition that the property can be developed and can be connected to the water supply mains.				
1.	Monthly availability levy				
	(i) Vacant properties, payable by the owner				260.00
	(ii) All other properties, per metered connection of supply, payable by the occupier				53.00
	Indigent households will be fully subsidised				
2.	Consumption Charges				
	Charges for the supply of water to consumers for every kilolitre metered over a monthly meter reading period where a measuring device has been installed:-	R248.00			
	Residential:	R50.00			
	0 - 06 kl				11.70
	07 - 20 kl				11.71
	21 - 40 kl				13.15
	41 - 60 kl				13.16
	more than 60 kl	R11.00			14.62
	Body Corporate, Sectional Titles, Cluster Homes & Old Aged Peoples Home:	R11.00			
	Consumption: Charged at the 3rd block of the residential tariff, per kl.	R13.00			13.15
	Indigent households will receive a maximum 6 kilolitres free basic water.	R13.00			
	Businesses:	R14.00			
	(i) Industrial and business consumers				11.70
	(ii) Bulk - Karbochem (Per agreement)	R13.00			4.13
3.	Levy				
	(i) Residential properties connected to water supply mains, per month - not metered				292.00
	(ii) Residential properties served by standpipes, per month	R11.00			0.00
	(iii) Non-residential properties connected to water supply mains, per month not metered	R4.00			292.00
4.	Drought surcharge				
	The drought surcharge will be charged as a percent, which will not exceed the limit of water use percentage as gazetted in terms of item 6 (1) of Schedule 3 of the National Water Act from time to time, that will apply to all customers only during a declared drought and only on the volume of water used. (FY16/17 drought surcharge maximum is 30% based on the Government Gazette No.39860)	R278.00			
2.	SEWER				
	Availability Levy	R0.00			
	(i) Residential having water borne sewer, excluding body corporate unit, payable by owner monthly	R278.00			236.00
	(ii) Body corporate unit, payable by owner monthly				236.00
	(ii) Residential other than water borne sewer, payable by owner monthly				98.00
	(iii) Business and Industry, per kilolitre of water consumed, payable monthly				4.38

		2019/2020 Final Tariff			Final Tariff 2020/2021
	The Lessee will be responsible for the availability levy charged against any State owned improved property which is administrated by the Provincial Department of Public Works	R225.00			
	Indigent households will be fully subsidised	R169.00			
C.	MUNICIPAL OWN USE	R93.00			
	All water and sewerage services used by Council may be considered an exempt charge. This also applies to the availability and fixed charges.	R4.00			
D.	GENERAL				
1.	A security deposit shall be payable by all consumers as determined by Council from time to time. When the application for the provision of services is made by a corporate body/legal person, a natural person together with the corporate body/legal person, shall be accountable for the payment of all levies due to Council for services rendered. Deposits may be recalculated to cover an estimated two and a half months supply as determined by Council from time to time				
2.	Charges for providing service connections are as follows:-				
	(i) 20mm connection - All areas except Blaauwbosch, Dicks Halt and Manzana				
	(ii) 20mm connection - Blaauwbosch, Dicks Halt and Manzana				
	(iii) Connections in excess of 20 mm				
3.	Charge for the testing of meters up to 50mm				
4.	Charge for the testing of meters in excess of 50mm	R7,906.00			
5.	Closing or opening of control valve, per visit	R1,050.00			
6.	Disconnection or restricted flow fee and reconnection or removing of restrictor fee for default payment, per visit	Cost + 6%			
	(i) During normal office hours	R647.00			
	(ii) After normal office hours	Cost + 6%			
		Cost + 6%			
	All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time				
		R702.00			
	MISCELLANEOUS SERVICES	R1,174.00			
1.	For executing the following services or hiring out of plant or equipment for the purpose envisaged in section 222 of the Local Authorities Ordinance, 1974, the following charges shall be levied and paid, provided that prior to these services being undertaken or the plant or equipment being hired out, arrangements to the satisfaction of the Strategic Executive Director: Budget and Treasury Office shall be made for the payment of the amount involved, except where it is specifically stated that the fees shall be paid in advance				
	(a) Hardening of footpaths, including reinstatements of existing footpaths				
	(b) Special drainage. Connecting storm water drains and channels from private property to open channels adjoining kerb				
	(c) Reinstatement of road surfaces				
	(d) Hire of machinery (including operator during normal working hours)				
2.	Altering storm water culverts, channels, sewers, kerbs or footpaths to permit the erection of veranda columns or other structures	Cost +6 %			
3.	Construction of gutter bridges or kerb entrances across street drains	Cost +6 %			
	(a) When constructed simultaneously with the laying of any street drain, one vehicle entrance	Cost +6 %			
	(b) Additional vehicle entrance	Cost +6 %			
	(c) When constructed after the street drain has been completed	Cost +6 %			
		Cost +6 %			
	All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time	No charge			
		Cost +6 %			
	(c) When constructed after the street drain has been completed	Cost +6 %			
	All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time				
	BYLAWS FOR THE REGIONAL AIRPORT AND MUNICIPAL AERODROME				
	The following landing fees and charges are payable to the Council for the use of the Council's runways and facilities provided at the airport:				
1.	Single landings				
	(a) 70% of the tariff applicable to State airports as published in Government Gazette No. 10931 of 25 September 1987, under Government Notice No. R2120, as amended from time to time by the State				
	(b) Helicopters: 20% of the charge for an aircraft of equal weight in paragraph (a)				
2.	Block landing concessions				
	(a) Companies, flying clubs and similar organisations operating one or more aircraft, or handling a number of aircraft in the course of their business or activities respectively may apply for block landing privileges as stipulated in terms of paragraph 2(b). Registration letters of aircraft to be charged under the block landing scheme shall be registered with the Director: Culture and Amenities				
	(b) The monthly charge raised under this scheme shall be calculated as follows: Number of landings per month calculated pro rata on the actual number of landings the previous month or part thereof, as a tariff percentage				
	1 - 25	100%			
	26 - 50	90%			
	51 - 75	80%			
	76 - 100	70%			
	In excess of 100	60%			
3.	Special charges	Pupil			
	pilots shall pay a landing fee calculated at one fifth of the normal landing fee				
4.	Flying clubs	Landing	Above with a maximum of		
	fees for flying clubs shall be 50% of the fees prescribed in 1(a)				
		R220.00 per month			
5.	Exemptions				

	2019/2020 Final Tariff		Final Tariff 2020/2021
(a) No landing fees shall be payable in respect of aircraft referred to in rule 6 of the airport charges as published in Government Gazette No. 20749 of 30 December 1999, under Notice No. 2887, as amended from time to time by the State			
(b) In addition to (a) above, the under mentioned aircraft shall be exempted from paying landing fees:- ambulance aircraft, vintage aircraft belonging to historical aircraft preservation organizations, aircraft belonging to the South African Aerobatics team and aircraft used by the President or the Premier of the KwaZulu Natal Province			
6. Rental: Hangers			
(a) Hangers constructed by Council, per month	R9176,20 with an annual escalation of 6% with effect from 1 July		R880pm
(b) Hangers constructed by private individuals, per month	R3.30m² with an annual escalation of 6% with effect from 1 July		R440pm
7 Administration fee			
Fee to be levied for non-payment for landing at the Newcastle Airport	R62.00		
BUILDING BYLAWS			
1. Every application for the approval of any building plan in terms of these bylaws shall be accompanied by the following fees:			
For every new building, temporary building, addition to, or alteration of existing buildings:			
(a) For the first 20m² of floor area or part thereof. A minimum of	R360.00		R 380.00
(b) For buildings in excess of 20m² and up to 1500m²:			
20-29m²	R380.00		R 400.00
30-39m²	R487.00		R 510.00
40-49m²	R574.00		R 600.00
50-59m²	R662.00		R 700.00
60-69m²	R770.00		R 810.00
70-79m²	R867.00		R 910.00
80-89m²	R974.00		R 1 020.00
90-99m²	R1 062.00		R 1 120.00
100-109m²	R1 150.00		R 1 210.00
110-119m²	R1 267.00		R 1 330.00
120-129m²	R1 364.00		R 1 430.00
130-139m²	R1 463.00		R 1 540.00
140-149m²	R1 540.00		R 1 620.00
150-159m²	R1 636.00		R 1 720.00
160-169m²	R1 734.00		R 1 820.00
170-179m²	R1 852.00		R 1 940.00
180-189m²	R1 949.00		R 2 050.00
190-199m²	R2 046.00		R 2 150.00
200-209m²	R2 145.00		R 2 250.00
210-219m²	R2 242.00		R 2 350.00
220-229m²	R2 339.00		R 2 460.00
230-239m²	R2 437.00		R 2 560.00
240-249m²	R2 525.00		R 2 650.00
250-259m²	R2 631.00		R 2 760.00
260-269m²	R2 728.00		R 2 860.00
270-279m²	R2 827.00		R 2 970.00
280-289m²	R2 924.00		R 3 070.00
290-299m²	R3 011.00		R 3 160.00
300-309m²	R3 119.00		R 3 270.00
310-319m²	R3 205.00		R 3 360.00
320-329m²	R3 313.00		R 3 480.00
330-339m²	R3 410.00		R 3 580.00
340-349m²	R3 509.00		R 3 680.00
350-359m²	R3 616.00		R 3 800.00
360-369m²	R3 703.00		R 3 890.00
370-379m²	R3 801.00		R 3 990.00
380-389m²	R3 907.00		R 4 100.00
390-399m²	R3 995.00		R 4 190.00
400-409m²	R4 092.00		R 4 290.00
410-419m²	R4 190.00		R 4 400.00
420-429m²	R4 298.00		R 4 510.00
430-439m²	R4 404.00		R 4 620.00
440-449m²	R4 501.00		R 4 730.00
450-459m²	R4 580.00		R 4 810.00
460-469m²	R4 677.00		R 4 910.00
470-479m²	R4 774.00		R 5 010.00
480-489m²	R4 891.00		R 5 140.00
490-499m²	R4 970.00		R 5 220.00
500-509m²	R5 067.00		R 5 320.00
510-519m²	R5 176.00		R 5 430.00
520-529m²	R5 271.00		R 5 530.00
530-539m²	R5 370.00		R 5 640.00
540-549m²	R5 467.00		R 5 740.00
550-559m²	R5 566.00		R 5 840.00
560-569m²	R5 651.00		R 5 930.00
570-579m²	R5 760.00		R 6 050.00
580-589m²	R5 856.00		R 6 150.00
590-599m²	R5 954.00		R 6 250.00
600-609m²	R6 050.00		R 6 350.00
610-619m²	R6 127.00		R 6 430.00
620-629m²	R6 246.00		R 6 560.00
630-639m²	R6 390.00		R 6 710.00
640-649m²	R6 450.00		R 6 770.00

	2019/2020 Final Tariff		Final Tariff 2020/2021
650-659m ²	R6 548.00		R 6 880.00
660-669m ²	R6 644.00		R 6 980.00
670-679m ²	R6 743.00		R 7 080.00
680-689m ²	R6 834.00		R 7 180.00
690-699m ²	R6 958.00		R 7 310.00
700-709m ²	R7 035.00		R 7 390.00
710-719m ²	R7 123.00		R 7 480.00
720-729m ²	R7 229.00		R 7 590.00
730-739m ²	R7 328.00		R 7 690.00
740-749m ²	R7 405.00		R 7 780.00
750-759m ²	R7 522.00		R 7 900.00
760-769m ²	R7 610.00		R 7 990.00
770-779m ²	R7 718.00		R 8 100.00
780-789m ²	R7 814.00		R 8 200.00
790-799m ²	R7 912.00		R 8 310.00
800-809m ²	R8 019.00		R 8 420.00
810-819m ²	R8 107.00		R 8 510.00
820-829m ²	R8 204.00		R 8 610.00
830-839m ²	R8 312.00		R 8 730.00
840-849m ²	R8 399.00		R 8 820.00
850-859m ²	R8 506.00		R 8 930.00
860-869m ²	R8 593.00		R 9 020.00
870-879m ²	R8 690.00		R 9 120.00
880-889m ²	R8 798.00		R 9 240.00
890-899m ²	R8 886.00		R 9 330.00
900-909m ²	R8 983.00		R 9 430.00
910-919m ²	R9 082.00		R 9 540.00
920-929m ²	R9 178.00		R 9 640.00
930-939m ²	R9 277.00		R 9 740.00
940-949m ²	R9 372.00		R 9 840.00
950-959m ²	R9 472.00		R 9 950.00
960-969m ²	R9 577.00		R 10 060.00
970-979m ²	R9 677.00		R 10 160.00
980-989m ²	R9 781.00		R 10 270.00
990-999m ²	R9 871.00		R 10 360.00
1000-1009m ²	R9 968.00		R 10 470.00
1010-1019m ²	R10 066.00		R 10 570.00
1020-1029m ²	R10 163.00		R 10 670.00
1030-1039m ²	R10 261.00		R 10 770.00
1040-1049m ²	R10 358.00		R 10 880.00
1050-1059m ²	R10 456.00		R 10 980.00
1060-1069m ²	R10 552.00		R 11 080.00
1070-1079m ²	R10 650.00		R 11 180.00
1080-1089m ²	R10 737.00		R 11 270.00
1090-1099m ²	R10 855.00		R 11 400.00
1100-1109m ²	R10 952.00		R 11 500.00
1110-1119m ²	R11 050.00		R 11 600.00
1120-1129m ²	R11 136.00		R 11 690.00
1130-1139m ²	R11 244.00		R 11 800.00
1140-1149m ²	R11 341.00		R 11 910.00
1150-1159m ²	R11 440.00		R 12 010.00
1160-1169m ²	R11 527.00		R 12 100.00
1170-1179m ²	R11 635.00		R 12 220.00
1180-1189m ²	R11 732.00		R 12 320.00
1190-1199m ²	R11 810.00		R 12 400.00
1200-1209m ²	R11 926.00		R 12 520.00
1210-1219m ²	R12 014.00		R 12 610.00
1220-1229m ²	R12 121.00		R 12 730.00
1230-1239m ²	R12 219.00		R 12 830.00
1240-1249m ²	R12 306.00		R 12 920.00
1250-1259m ²	R12 414.00		R 13 030.00
1260-1269m ²	R12 500.00		R 13 120.00
1270-1279m ²	R12 617.00		R 13 250.00
1280-1289m ²	R12 715.00		R 13 350.00
1290-1299m ²	R12 803.00		R 13 440.00
1300-1309m ²	R12 910.00		R 13 560.00
1310-1319m ²	R12 998.00		R 13 650.00
1320-1329m ²	R13 094.00		R 13 750.00
1330-1339m ²	R13 203.00		R 13 860.00
1340-1349m ²	R13 289.00		R 13 950.00
1350-1359m ²	R13 398.00		R 14 070.00
1360-1369m ²	R13 484.00		R 14 160.00
1370-1379m ²	R13 584.00		R 14 260.00
1380-1389m ²	R13 698.00		R 14 380.00
1390-1399m ²	R13 779.00		R 14 470.00
1400-1409m ²	R13 875.00		R 14 570.00
1410-1419m ²	R13 973.00		R 14 670.00
1420-1429m ²	R14 070.00		R 14 770.00
1430-1439m ²	R14 188.00		R 14 890.00
1440-1449m ²	R14 265.00		R 14 980.00
1450-1459m ²	R14 373.00		R 15 090.00
1460-1469m ²	R14 469.00		R 15 190.00
1470-1479m ²	R14 567.00		R 15 290.00
1480-1489m ²	R14 674.00		R 15 410.00
1490-1499m ²	R14 762.00		R 15 500.00
1500m ²	R14 859.00		R 15 600.00
(c) For areas greater than 1500m ² :	Sliding scale : 1500m ² = R14,859 + 50% of rate R58.00 (R29.00) per 10m ² plus R380 for first 20m ²		Sliding scale : 1500m ² = R15,600 + 50% of rate R60.00 (R30.00) per 10m ² plus R380 for first 20m ²
2. Fees payable to renew plans where the application has not yet lapsed - 50% of the fees prescribed in (1) above.			
3. Minor alterations/renovations approved, per certificate	R255.00		R 270.00
4. Minor alterations to Industrial/commercial buildings	R1 500.00		R 1 580.00
5. Applications for the relaxation of building lines, side and rear spaces, per applications	R730.00		0.00

	2019/2020 Final Tariff		Final Tariff 2020/2021
6. Alterations to existing buildings, including alterations to floor layout plans, pedestrian malls, toilets, fire fighting equipment, refuse equipment, refuse areas and substations	- 50% of the fees prescribed in (1) above		- 50% of the fees prescribed in (1) above
7. Swimming pools and miscellaneous fixed tariff for plans for swimming pools and other installations (Additional to other plan fees)	R305.00		R 340.00
8. Fees as a result of inattention/ Per neglect in accordance with section 14A(f)			
9. Supervision in accordance with section 325			
(a) Fire fighter, per hour or part thereof	Cost + 10%		Cost + 10%
(b) Officer, per hour or part thereof	Cost + 10%		Cost + 10%
10. Hire in respect of street projections, payable per annum			
(a) Veranda posts - each	R10.00		R 15.00
(b) Veranda and cantilever canopies per square metre or part thereof	R3.00		R 5.00
Under each category : Minimum	R50.00		R 60.00
Under each category : Maximum	R100.00		R 110.00
11. Encroachments at building sites, payable per month			
(a) General building work including hoardings for construction work, demolition, material storage on Council property or encroachment on parking areas, per square metre or part thereof	R10.00		R 15.00
(b) At construction sites effective to metered parking bays the tariff shall be determined by the Director of Community Services with due regard to the parking tariff in that area per eight hour working day	R10.00		R 15.00
12. Building plan statistics, payable annually	R315.00		R 330.00
13. The following fees shall be paid for the examination and approval of plans for the installation of essential services in respect of new township development:			
(a) Basic fee	R235.00		R 250.00
(b) Water reticulation, per linear metre	R3.00		R 4.00
(c) Sewerage reticulation, per linear metre	R3.00		R 4.00
(d) Storm water drainage, per linear metre	R3.00		R 4.00
(e) Streets, per linear metre	R3.00		R 4.00
(f) Rail Sidings	R3.00		R 4.00
The Council may charge an additional fee should special circumstances arise resulting in additional inspection work not normally covered by the fees charged above.			Cost plus 10%
14. Search and handling fee on each building plan file	R75.00		R 80.00
15. Submission fee for cellular maps	R1 500.00		R 1 580.00
16. Laying of Fibre Optic Cables - Application Fee from 0km to 10km	R 5 500.00		R 5 780.00
17. Laying of Fibre Optic Cables - per kilometer after 10km	R 550.00		R 580.00
Submission fee for applications for Lease of land	R 500.00		R 530.00
Building bylaw offences and penalties			
Offence			
Building prior to Local Government Approval	R 100.00		R 110.00
Occupying a building prior to issue of occupation certificate by Local Authority	R 4,500.00		R 4,720.00
Changing the use of a building without consent of Local Authority and not complying with notice to cease the new use.	R 4,500.00		R 4,720.00
Deviation from approved plans to material degree	R 4,500.00		R 4,720.00
Carrying out plumbing work by person other than trained plumber or exempted person	R 4,500.00		R 4,720.00
Putting into use a drainage system prior to inspection testing and approval by Local-Authority	R 4,500.00		R 4,720.00
No notice given for inspection And testing of sewer and Drainage installation	R 4,500.00		R 4,720.00
Backfilling drainage (Sewer) installation prior to testing and approval	R 4,500.00		R 4,720.00
No notice given of intention to erect or demolish a building	R 4,500.00		R 4,720.00
No notice give for inspection of trenches or excavation prior to placing of concrete for foundation	R 4,500.00		R 4,720.00
Constructing foundation before approval of trenches	R 4,500.00		R 4,720.00
Failing to comply with a notice to cut into or lay open work or to carry out tests	R 4,500.00		R 4,720.00
Erecting or demolishing a building without providing sanitary facilities for employee	R 4,500.00		R 4,720.00
Demolishing a building without permission from Local Authority	R 4,500.00		R 4,720.00
Erecting or demolishing a building without erecting a hordone	R 4,500.00		R 4,720.00
Leaving a building in course of demolition in a state dangerous to the public or any adjoining property	R 4,500.00		R 4,720.00
Failing to comply with a notice to remove rubble, rubbish and/or debris from a building site	R 4,500.00		R 4,720.00
Failing to comply with a notice to remove surplus material and matter from the site or land or Public Street or place arising from building or demolition work	R 4,500.00		R 4,720.00
Permitting sewerage to enter a street, stormwater drain or stormwater system	R 4,500.00		R 4,720.00
Permitting storm water to enter any sewer installation	R 4,500.00		R 4,720.00
Failing to control access to a swimming pool	R 4,500.00		R 4,720.00
When an unoccupied/vacant property is kept in a unsightly objectionable and not in the interest of good			R 5,570.00
Hindering or obstructing a building inspector (Authorized by the Council) in the exercise of his powers	R 45,000.00		R 47,250.00
COSTS OF INFORMATION FROM GEOGRAPHIC INFORMATION SYSTEM (GIS)			
A4 size - fully color information	R 40.00		R 40.00
A3 size - fully color information	R 80.00		R 80.00
A2 size - fully color information	R 120.00		R 120.00
A1 size - fully color information	R 160.00		R 160.00
A0 size - fully color information	R 200.00		R 200.00
ADVERTISING SIGN BYLAWS			
A1 OUTDOOR ADVERTISING			
All applications shall be in accordance with the Newcastle Municipality's Outdoor Advertising			
(a) Temporal Advertising Signs			
(i) In respect of general advertisements of a of a commercial nature (events):			
(aa) Each poster with an approved sticker	R35.00		R 40.00
(bb) Removal of posters by Council for each poster	R50.00		R 60.00
(ii) In respect of general advertisements for awareness campaigns with commercial content logo:			
(aa) Each poster with an approved sticker	R30.00		R 30.00

	2019/2020 Final Tariff		Final Tariff 2020/2021
(bb) Removal of posters by Council for each poster	R50.00		R 60.00
(iii) In respect of general advertisement for non-profit organisations (subject to submission of a NPO Certificate from the relevant authority- eg government)			
(aa) Each poster with an approval sticker	R15.00		R 20.00
(bb) Removal of posters by Council for each poster	R50.00		R 60.00
(iv) In respect of election advertisements, per party/ per candidate:			
(aa) Posters (unlimited number)	R2 700.00		R 2 830.00
(bb) Removal of posters by Council for each poster	R50.00		R 60.00
(v) Banners:			
(aa) Per Banner with an approval sticker	R1 000.00		R 1 050.00
(bb) Removal of banners by Council for each banner	R530.00		R 560.00
(b) Aerial Advertisements			
(i) Application Fee	R2 200.00		R 2 310.00
(c) Advertising Vehicles			
(i) Application Fee	R700.00		R 740.00
(ii) Annual display fee per sign	R6 000.00		R 6 300.00
(d) Building attachment Signs			
(i) Application Fee	R500.00		R 520.00
(ii) Annual display fee per sign on Private Building	R1 500.00		R 1 580.00
(iii) Annual display fee per sign on Municipal Building	R2 000.00		R 2 100.00
(e) Electric and Illuminated Signs			
(i) Application Fee	R1 500.00		R 1 580.00
(ii) Annual rental rate for electronic advertising signs irrespective of whether the sign is erected on private or Council property	R6 000.00		R 6 300.00
(f) Ground Signs(excluding billboards)			
(i) Application Fee	R1 200.00		R 1 260.00
(ii) Encroachment fee (Council land) per square metre for each sign type	R3 500.00		R 3 680.00
(iii) Annual display fee per sign	R1 800.00		R 1 890.00
(g) Projecting Signs			
(i) Application Fee	R600.00		R 630.00
(ii) Annual display fee per sign	R1 500.00		R 1 580.00
(iii) Encroachment fee (Council land) for each sign type	R2 300.00		R 2 410.00
(h) Estate Agents Boards			
(i) Advertising Deposit (per Agent)- non refundable	R1 000.00		R 1 050.00
(ii) Annual display fee	R4 500.00		R 4 720.00
(i) Portable Boards			
(i) Application Fee	R600.00		R 630.00
(ii) Annual display fee per sign	R4 500.00		R 4 720.00
(j) Veranda/Under Canopy Signs			
(i) Application Fee	R1 000.00		R 1 050.00
(ii) Annual display fee per sign	R600.00		R 630.00
(k) Wall Signs/ Fascia Signs			
(i) Application Fee	R1 500.00		R 1 580.00
(l) Street Furniture Signs			
(i) Application Fee	R2 000.00		R 2 100.00
(ii) Annual display fee per sign	R2 500.00		R 2 620.00
(m) Billboards			
(i) Application Fee	R2 000.00		R 2 100.00
(ii) Annual display fee per sign-Private property	R5 000.00		R 5 250.00
(iii) Annual display fee per sign-Council property	R20 000.00		R 21 000.00
(n) Headline Poster			
(i) Application Fee	R7 500.00		R 7 870.00
(iii) Annual display fee per sign per week	R2 600.00		R 2 730.00
(o) Penalties			Per Sign:
(i) For the erection of any sign without approval, per week	R2 000.00		R 2 100.00
(ii) For the erection of any billboard without approval, per week	R5 200.00		R 5 460.00
(i) For the erection of posters without approval, per week	R2 000.00		R 2 100.00
SPATIAL PLANNING AND LAND USE MANAGEMENT ACT NO. 16 OF 2013			
In terms of Section 1(2)(f) of Schedule 1 of the Planning and Development Act, the application forms must be accompanied by the fees as determined by the Municipality.			
Copies of documents - per A4	R 3.00		R 4.00
Copies of documents - per A3	R 4.00		R 5.00
Amendment of Scheme:			
- Processing of the application	R 3 500.00		R 3 680.00
- Translation fee	R 600.00		R 630.00
Plus if the property is:			
≤ 0.5 ha	R 600.00		R 630.00
≥ 0.5 ha but ≤ 1.0 ha	R 900.00		R 950.00
≥ 1.0 ha but ≤ 5.0 ha	R 1 200.00		R 1 260.00
≥ 5.0 ha but ≤ 10.0 ha	R 1 800.00		R 1 890.00
≥ 10 ha	R 2 500.00		R 2 630.00
- Relaxation of a building line in terms of the scheme	R 730.00		R 800.00
- Zoning Certificate (With the consent of the registered owner) - A4 Certificate	R 150.00		R 160.00
- Consent in terms of scheme	R 1 000.00		R 1 050.00
- Subdivision and consolidation of land up to 5 portions of land	R3 000 + R300 per new subdivision		R3 150 + R320 per new subdivision
- Subdivision and consolidation of land over 5 portions	R2 500 + R350 per new subdivision		R 2 630.00
- Cancellation of approved layout plan	R 3 500.00		R 3 680.00
- Alteration, suspension and deletion of condition of title relating to land	R 2 500.00		R 2 630.00
- Alteration, suspension and deletion of condition	R 2 700.00		R 2 840.00
- Development situated outside the town planning scheme - For non-residential purposes	R 6 000.00		R 6 300.00
- Development situated outside the town planning scheme - For residential purposes			
Western Area	R 4 000.00		R 4 200.00
Eastern Area	R 3 000.00		R 3 150.00
- Closure of municipal roads	R 3 000.00		R 3 150.00
- Closure of public place	R 3 000.00		R 3 150.00
- Fines			
LAND USE ACTIVITY	3 RD OFFENCE	1 ST OFFENCE	2 ND OFFENCE
			3 RD OFFENCE

	2019/2020 Final Tariff			Final Tariff 2020/2021
Entry Level of any offence (Plus the value of the offence)		R 520.00		
Accommodation and Dwelling	R 17,000.00	R 7,350.00	R 10,710.00	R 17,850.00
Aerodrome	R 20,000.00	R 7,350.00	R 14,700.00	R 21,000.00
Agricultural Activity and Related	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Betting Depot	R 40,000.00	R 12,600.00	R 26,250.00	R 42,000.00
Builder's Yard	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Car Wash	R 1,800.00	R 630.00	R 1,260.00	R 1,890.00
Cemetery	R 1,800.00	R 630.00	R 1,260.00	R 1,890.00
Clinic	R 8,000.00	R 2,630.00	R 5,250.00	R 2,760.00
Club Building	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Conservational Activity and Related	R 8,000.00	R 3,150.00	R 5,780.00	R 8,400.00
Convention Centre	R 11,000.00	R 4,200.00	R 7,880.00	R 11,550.00
Correctional Facility	R 18,000.00	R 9,450.00	R 14,700.00	R 18,900.00
Crematoria	R 11,000.00	R 4,200.00	R 7,880.00	R 11,550.00
Educational	R 18,000.00	R 9,450.00	R 12,600.00	R 18,900.00
Existing Road	R 8,000.00	R 4,200.00	R 5,780.00	R 8,400.00
Extractive Industry	R 10,000.00	R 3,150.00	R 7,880.00	R 10,500.00
Funeral Parlour and Related	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Future Road	R 8,000.00	R 4,200.00	R 5,780.00	R 8,400.00
Garden	R 3,000.00	R 630.00	R 2,100.00	R 3,150.00
General Industrial Building	R 15,000.00	R 4,200.00	R 7,880.00	R 15,750.00
Government Purposes	R 10,000.00	R 5,250.00	R 7,880.00	R 10,500.00
Hall	R 6,000.00	R 2,100.00	R 4,200.00	R 6,300.00
Higher Education Institution	R 23,000.00	R 12,600.00	R 17,850.00	R 24,150.00
Home Activity	R 4,000.00	R 630.00	R 2,100.00	R 4,200.00
Home Business	R 4,000.00	R 630.00	R 2,100.00	R 4,200.00
Hospice	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Hospital	R 50,000.00	R 26,250.00	R 42,000.00	R 52,500.00
Industrial Activity and Related	R 8,500.00	R 4,200.00	R 6,300.00	R 8,930.00
Institutional	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Landfill Site	R 15,000.00	R 7,350.00	R 12,600.00	R 15,750.00
Landing Strip	R 20,000.00	R 7,350.00	R 15,750.00	R 21,000.00
Laundrette	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Library	R 7,000.00	R 3,150.00	R 5,250.00	R 7,350.00
Market Stalls	R 2,000.00	R 840.00	R 1,260.00	R 2,100.00
Medical Related	R 26,000.00	R 10,500.00	R 16,800.00	R 27,300.00
Mixed Use	R 35,000.00	R 12,600.00	R 23,100.00	R 36,750.00
Motor Trade Shop	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Obstructing or hindering an Officer (Authorised by Council) in the exercise of his duties	R 45,000.00	R 47,250.00	R 47,250.00	R 47,250.00
Parking Garage	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Place of Entertainment/Casino	R 60,000.00	R 21,000.00	R 42,000.00	R 63,000.00
Place of Worship	R 10,000.00	R 4,200.00	R 7,350.00	R 10,500.00
Police Station	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Prison	R 28,000.00	R 17,850.00	R 23,100.00	R 29,400.00
Professional/Private/Public Office	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Public Park	R 5,000.00	R 1,580.00	R 3,150.00	R 5,250.00
Railway Line	R 10,000.00	R 6,300.00	R 8,400.00	R 10,500.00
Reformatory	R 15,000.00	R 6,300.00	R 10,500.00	R 15,750.00
Restricted Building	R 12,000.00	R 4,200.00	R 8,400.00	R 12,600.00
Road Closure	R 8,000.00	R 4,200.00	R 5,780.00	R 8,400.00
Service (Fuel) Station	R 8,000.00	R 4,200.00	R 6,300.00	R 8,400.00
Service Station	R 50,000.00	R 17,850.00	R 35,700.00	R 52,500.00
Shop	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Small Holding	R 10,000.00	R 4,200.00	R 7,350.00	R 10,500.00
Special Use	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Special Use (as part of a School or higher education Institution)	R 9,000.00	R 4,200.00	R 6,300.00	R 9,450.00
Tavern	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
Transport Depot	R 10,000.00	R 5,250.00	R 7,350.00	R 10,500.00
Tuck Shop <10% of the property	R 10,000.00	R 4,200.00	R 6,300.00	R 10,500.00
Tuck Shop >11% & above of the property	R 11,000.00	R 4,200.00	R 7,350.00	R 11,550.00
Warehouse	R 70,000.00	R 26,250.00	R 52,500.00	R 73,500.00
Waste Recycling Centre	R 12,000.00	R 3,150.00	R 7,350.00	R 12,600.00
Waste Transfer	R 10,000.00	R 4,730.00	R 7,350.00	R 10,500.00
Welfare Centre	R 2,000.00	R 630.00	R 1,310.00	R 2,100.00
Wholesale	R 28,000.00	R 10,500.00	R 18,900.00	R 29,400.00
Worship	R 10,000.00	R 3,680.00	R 6,300.00	R 10,500.00
Removal of Container	R 10,000.00			R 10,500.00
Storage of Container	R250 per day			R260 per day
Removal of Vehicle/Trailer	R 6,000.00			R 6,300.00
Storage of Vehicle/Trailer	R250 per day			R260 per day
Removal of Shack	R 6,000.00			R 6,300.00
Storage of Shack	R250 per day			R260 per day
Cellular Mast and Base Station	R 18,000.00	R 6,300.00	R 12,600.00	R 18,900.00
(No refunds on all applications)				
(If the application is consolidated, individual tariff will be applicable to each type of application reflected on the application form)				
(Tariffs shall be waived if the application is initiated by Council or if the Council is the land owner of such property)				
(All posting, display and advertisement costs shall be borne by the applicant. When the application is accepted as completed, it shall be acknowledged and the applicant will be stipulated time to prepare for advertisement of the application in the relevant newspaper as determined by Council)				
All the abovementioned tariffs in respect of services rendered are subject to value added tax as determined from time to time				